

*see
order*

THE APPLICATION OF SKELLY OIL COMPANY FOR PERMISSION TO EFFECT DUAL COMPLETION OF ITS MEXICO-FED "D" WELL NO. 1 LOCATED IN THE NE/4 NE/4 OF SECTION 32, TOWNSHIP 29 NORTH, RANGE 10 WEST, NMPM, SAN JUAN COUNTY, NEW MEXICO, IN SUCH A MANNER AS TO PERMIT THE PRODUCTION OF GAS FROM AN UNDESIGNATED FRUITLAND POOL ADJACENT TO THE AZTEC-FRUITLAND POOL AND THE PRODUCTION OF GAS FROM THE AZTEC-PICTURED CLIFFS POOL.

ORDER NO. DC-894



ADMINISTRATIVE ORDER
OF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule 112-A (c) Skelly Oil Company made application to the New Mexico Oil Conservation Commission on January 25, 1960 for permission to dually complete its Mexico - Fed "D" Well No. 1 located in the NE/4 NE/4 of Section 32, Township 29 North, Range 10 West, NMPM, San Juan County, New Mexico, in such a manner as to permit the production of gas from an undesignated Fruitland pool adjacent to the Aztec-Fruitland Pool and the production of gas from the Astec-Pictured Cliffs Pool.

Now, on this 1st day of February, 1960, the Secretary-Director finds:

- (1) That application has been duly filed under the provisions of Sub-section 'c' of Rule 112-A of the Commission's Rules and Regulations;
- (2) That satisfactory information has been provided that all operators of offset acreage have been duly notified; and
- (3) That no objections have been received within the waiting period as prescribed by said rule.
- (4) That the proposed dual completion will not cause waste nor impair correlative rights.
- (5) That the mechanics of the proposed dual completion are feasible and consonant with good conservation practices.

IT IS THEREFORE ORDERED:

That the applicant herein, Skelly Oil Company, be and the same is hereby authorized to dually complete its Mexico-Fed "D" Well No. 1 located in the NE/4 NE/4 of Section 32, Township 29 North, Range 10 West, NMPM, San Juan County, New Mexico, in such a manner as to permit the production of gas from an undesignated Fruitland Pool adjacent to the Astec-Fruitland Pool and the production of gas from the Astec-Pictured Cliffs Pool through parallel strings of tubing.

PROVIDED HOWEVER, That applicant shall complete, operate, and produce said well in accordance with the provisions of Section V, Rule 112-A.

PROVIDED FURTHER, That applicant shall take packer-leakage

THE APPLICATION OF SKELLY OIL COMPANY FOR PERMISSION TO EFFECT DUAL COMPLETION OF ITS MEXICO-RED "D" WELL NO. 1 LOCATED IN THE NE 1/4 OF SECTION 32, TOWNSHIP 29 NORTH, RANGE 10 WEST, N14PM, SAN JUAN COUNTY, NEW MEXICO, IN SUCH A MANNER AS TO PERMIT THE PRODUCTION OF GAS FROM AN UNDESIGNATED FRUITLAND POOL ADJACENT TO THE AZTEC-PICTURED CLIFFS POOL AND THE PRODUCTION OF GAS FROM THE AZTEC-PICTURED CLIFFS POOL.

ADMINISTRATIVE ORDER
OF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule 115-A (c) Skelly Oil Company made application to the New Mexico Oil Conservation Commission on January 25, 1960 for permission to dually complete its Mexico-Red "D" Well No. 1 located in the NE 1/4 of Section 32, Township 29 North, Range 10 West, N14PM, San Juan County, New Mexico, in such a manner as to permit the production of gas from an undesignated Fruitland pool adjacent to the Aztec-Fruitland Pool and the production of gas from the Aztec-Pictured Cliffs Pool.

Now, on this 1st day of February, 1960, the Secretary-Treasurer

finds:

- (1) That application has been duly filed under the provisions of Sub-section (c) of Rule 115-A of the Commission's Rules and Regulations;
- (2) That satisfactory information has been provided that all operators of offset acreage have been duly notified and
- (3) That no objections have been received within the waiting period as prescribed by said rule.
- (4) That the proposed dual completion will not cause waste nor in pair correlative rights.
- (5) That the mechanics of the proposed dual completion are feasible and consonant with good conservation practices.

IT IS THEREFORE ORDERED:

That the applicant herein, Skelly Oil Company, be and the same is hereby authorized to dually complete its Mexico-Red "D" Well No. 1 located in the NE 1/4 of Section 32, Township 29 North, Range 10 West, N14PM, San Juan County, New Mexico, in such a manner as to permit the production of gas from an undesignated Fruitland pool adjacent to the Aztec-Fruitland Pool and the production of gas from the Aztec-Pictured Cliffs Pool through parallel strings of tubing.

PROVIDED HOWEVER, That applicant shall complete, operate, and produce said well in accordance with the provisions of Section A, Rule 115-A.

PROVIDED FURTHER, That applicant shall file backer-leakage

Order No. DC-894

-2-

tests upon completion and annually thereafter during the Annual Deliverability Test Period for the Astec-Pictured Cliffs Pool.

IT IS FURTHER ORDERED: That jurisdiction of this cause is hereby retained by the Commission for such further order or orders as may seem necessary or convenient for the prevention of waste and/or protection of correlative rights; upon failure of applicant to comply with any requirement of this order after proper notice and hearing the Commission may terminate the authority hereby granted and require applicant or its successors and assigns to limit its activities to regular single-zone production in the interests of conservation.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

A. L. PORTER, Jr.,
Secretary-Director

S E A L

tests upon completion and annually thereafter during the annual bienniality
Test Period for the Aves-Pictured Chills Book.

IF IS I ORDER ORDER This jurisdiction of this case is
hereby retained by the Commission for such further order or orders as may
seem necessary or convenient for the prevention of waste and/or protection
of correlative rights, upon failure of applicant to comply with any requirement
of this order after proper notice and hearing the Commission may terminate
the authority hereby granted and require applicant or its successors and
assigns to limit its activities to regular single-zone production in the interests
of conservation.

DONE at Santa Fe, New Mexico, on the day and year hereinabove
designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

A. E. BOYD, JR.,
Secretary

2 E A I