

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

P-35-32N-17W

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE No. 2994
Order No. R-2664

APPLICATION OF SKELLY OIL COMPANY
FOR A PRESSURE MAINTENANCE PROJECT,
SAN JUAN COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on
February 19, 1964, at Santa Fe, New Mexico, before Examiner
Elvis A. Utz.

NOW, on this 13th day of March, 1964, the Commission, a
quorum being present, having considered the testimony, the record,
and the recommendations of the Examiner, and being fully advised
in the premises,

FINDS:

- (1) That due public notice having been given as required by
law, the Commission has jurisdiction of this cause and the subject
matter thereof.
- (2) That the applicant, Skelly Oil Company, seeks authority
to institute a pressure maintenance project in the Many Rocks-
Gallup Oil Pool, San Juan County, New Mexico, by the injection of
water into the Gallup (Tocito) Sandstone formation underlying its
Navajo "P" and "M" Leases in Sections 25, 26, 34, 35, and 36,
Township 32 North, Range 17 West, NMPM, San Juan County, New
Mexico, initially through its Navajo "P" Well No. 6 located in
Unit P of said Section 35.
- (3) That the applicant seeks the promulgation of special
rules and regulations governing the proposed project similar to
the special rules and regulations governing the Many Rocks-Gallup
Pressure Maintenance Project No. 1 promulgated by Order No. R-2541.
- (4) That the proposed pressure maintenance project is in
the interest of conservation and should result in greater ultimate
recovery of oil, thereby preventing waste.
- (5) That the proposed special rules and regulations should
be adopted in order to prevent waste and protect correlative rights.