

the injection well shall be assigned a top unit allowable, that the allowable for the project shall be the sum of the allowables of the producing well and the injection well, that the allowable for the injection well may be transferred to the producing well, and that the allowable for the project shall not exceed two times top unit allowable for the Horseshoe-Gallup Oil Pool.

(6) That the subject application should be approved and that the project should be designated as the Horseshoe-Gallup Pressure Maintenance Project No. 4.

(7) That the project area for said project should be defined as the SW/4 of Section 33, Township 32 North, Range 17 West, NMPM.

IT IS THEREFORE ORDERED:

(1) That the applicant, Skelly Oil Company, is hereby authorized to institute a pressure maintenance project in the Horseshoe-Gallup Oil Pool, to be designated the Horseshoe-Gallup Pressure Maintenance Project No. 4, comprising the SW/4 of Section 33, Township 32 North, Range 17 West, NMPM, San Juan County, New Mexico, by the injection of water into the Gallup formation through the Navajo "M" Well No. 2, located 1980 feet from the South line and 1980 feet from the West line of said Section 33.

(2) That the injection well shall be assigned a top unit allowable; that the allowable for the project shall be the sum of the allowables of the producing well and the injection well; and that the allowable for the injection well may be transferred to the producing well.

PROVIDED HOWEVER, That the allowable for the project shall not exceed two times the top unit allowable for the Horseshoe-Gallup Oil Pool.

(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

S E A L

E. S. WALKER, Member

esr/

A. L. PORTER, Jr., Member & Secretary