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BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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

> CASE NO. 5087 Order No. R-4680

APPLICATION OF SKELLY OIL COMPANY FOR A WATERFLOOD PROJECT, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on October 31, 1973, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this <u>20th</u> day of November, 1973, 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 waterflood project in the Myers Langlie-Mattix Unit Area, Langlie-Mattix Pool, Lea County, New Mexico, by the injection of water into the Lower Seven Rivers and Queen formations through 84 injection wells as shown on Attachment "A" to this order.

(3) That the wells in the project area are in an advanced state of depletion and should properly be classified as "stripper" wells.

(4) That the proposed waterflood project should result in the recovery of otherwise unrecoverable oil, thereby preventing waste.

(5) That the operator should take all steps necessary to ensure that the injected water enters only the proposed injection interval and is not permitted to escape to other formations or onto the surface from injection, production, or plugged and abandoned wells.

(6) That the subject application should be approved and the project should be governed by the provisions of Rules 701, 702, and 703 of the Commission Rules and Regulations.

-2-Case No. 5087 Order No. R-4680

IT IS THEREFORE ORDERED:

(1) That the applicant, Skelly Oil Company, is hereby authorized to institute a waterflood project in the Myers Langlie-Mattix Unit Area, Langlie-Mattix Pool, Lea County, New Mexico, by the injection of water into the Lower Seven Rivers and Queen formations through 84 injection wells as described on Attachment "A" to this order.

(2) That prior to initial injection of water into any of said injection wells, the operator shall obtain the approval of supervisor of the Commission's Hobbs district office as to the casing and cementing of said well.

(3) That injection into each of said wells shall be through cement-lined tubing, set in a packer which shall be located within 50 feet of the casing shoe or uppermost perforation through which water is to be injected; that the casing-tubing annulus of each singly completed injection well shall be loaded with an inert fluid and equipped with an approved pressure gauge or attention-attracting leak detection device.

(4) That the operator shall immediately notify the supervisor of the Commission's Hobbs district office of the failure of the tubing or packer in any of said injection wells, the leakage of water or oil from around any producing well, or the leakage of water or oil from any plugged and abandoned well within the project area and shall take such timely steps as may be necessary or required to correct such failure or leakage.

(5) That the subject waterflood project is hereby designated the Skelly Myers Langlie Mattix Unit Waterflood Project and shall be governed by the provisions of Rules 701, 702, and 703 of the Commission Rules and Regulations.

(6) That monthly progress reports of the waterflood project herein authorized shall be submitted to the Commission in accordance with Rules 704 and 1120 of the Commission Rules and Regulations.

IT IS FURTHER ORDERED:

(1) That any of the aforesaid injection wells which has previously been approved as a Jalmat-Langlie Mattix dual completion producer is hereby approved for continued production from the Jalmat Pool and injection into the Langlie Mattix Pool.

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary. -3-Case No. 5087 Order No. R-4680

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

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

I. R. TRUJILLO, Chairman

ALEX J. ARMIJO, Member 1 A. L. PORTER, Jr., Member & Secretary

SEAL

dr/

ATTACHMENT "A"

WATER INJECTION WELLS MYERS LANGLIE MATTIX UNIT AREA

Lea County, New Mexico

Tract Number	Unit <u>Well No</u> .	Unit Letter	Section	Former Operator	Former Lease Name and Well No.
		TOWNS	HIP 23 SOUTH,	RANGE 36 EAST, NMPM	
44	10	A	25	Reserve	Carter No. 1
1	34	K	25	Flag Redfern	Lynn B-25 No. 3
1 2	35	M	25	Flag Redfern	Lynn B-25 No. 4
30	37 63	0	25 . 36	Conoco	Lynn B-25 No. 4
30	65	A C	36	Amerada Amerada	St. LMT No. 5 St. LMT No. 7
30	69	G	36	Amerada	St. LMI No. 3
33	99	I	36	Gulf	Holt B No. 1
32	103	0	36	Skelly	Mexico D No. 2
JL	703	Ū	50	SKELLY	MEXICO D NO. 2
16	47	М	28	Сопосо	Stewart 28 No. 1
3	3	С	29	Gulf	La Monyon No. 18
3	17	Е	29	Gulf	La Munyon No. 2
3	19	G	29	Gulf	La Munyon No. 15
17	24	I	29	Conoco	Stewart 29 No. 2
22	26	K	29	Texas Pacific	Blinebry A No. 4
19	43	М	29	Texas Pacific	Blinebry No. 1
17	45	0	29	Conoco	Stewart 29 No. 1
21	7	С	30	Texas Pacific	Blinebry A No. 10
20	13	E	30	Texas Pacific	Blinebry A No. 11
47	28	I	30	Gackle	Cowden No. 2
46	39	М	30	Gackle	Cowden B No. 2
49	71	E	31	Gackle	Cowden C No. 2
49	73	G	31	Gackle	Cowden C No. 5
14	95	I	31	Texaco	Blinebry A No. 2
15	97	K	31	Texaco	Blinebry B No. 3
15	105	М	31	Texaco	Blinebry B No. 2
15	107	0	31	Texaco	Blinebry B No. 4
34	55	A	32	Great Western	Leonard B No. 5
34	57	С	32	Great Western	Leonard B No. 3
38	91	I	32	Amerada	State LMA No. 2
36	109	М	32	Texaco	State B-4 No. 1
50	53	С	33	Resler-Sheldon	Fanning B No. 5
50	79	E	33	Resler-Sheldon	Fanning No. 1
52	89	K	33	Byrom	Davis No. 2
53	113	М	33	Byrom	Davis B No. 1
56	115	0	33	Johnson-French	Davis No. 1
23	50	D	34	Texas Pacific	Blinebry B No. 8
24	86	L	34	Texas Pacific	Blinebry B No. 4

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Tract Number	Unit <u>Well No</u> .	Unit Letter	Section	Former Operator	Former Lease Name and Well No.				
TOWNSHIP 24 SOUTH, RANGE 36 EAST, NMPM									
7 6 64 66 65	138 206 208 239 241	A E G I K	1 12 12 12 12 12	Conoco Conoco Atlantic Atlantic Skelly	Vaughn B No. 3 Vaughn A 12 No. 1 Cooper No. 1 Toby No. 2 Cooper No. 1				
TOWNSHIP 24 SOUTH, RANGE 37 EAST, NMPM									
39 40 42 40 10 11 10 61 28 28 60 26 26 26 26 26 28 58 28 28 28 28 26 26 26 28 28 28 28 28 28 28 28 28 28 28 28 28	120 154 156 157 122 152 159 146 132 142 144 169 177 179 134 136 140 171 175 202 210	C E G K A G I E C E G K M O A C G I O A E	2 2 2 2 3 3 3 4 5 5 5 5 5 6 6 6 6 6 7 7	Skelly Skelly Skelly Skelly Hunt Hunt Hunt Texaco Amoco Texas Pacific Texas Pacific Texas Pacific Texas Pacific Texas Pacific Texas Pacific Texas Pacific Texas Pacific Texas Pacific	Mattix A No. 5 Mattix A No. 2 Mexico P No. 2 Mattix No. 4 Mattix A No. 22 Mattix A No. 4 Mattix A No. 5 Fanning No. 4 Meyers B No. 22 Meyers B No. 17 Fanning No. 7 Meyers B No. 17 Fanning No. 7 Meyers No. 8 Meyers No. 8 Meyers No. 2 Young No. 3 Meyers B No. 22 Eaves A No. 1 Meyers B No. 19 Meyers No. 6 Meyers B No. 20 Meyers B No. 20				
27 28 69 67 68 69 72 29 29 72 73 70 79 75 74 27 13 63 12 63 12	210 212 235 237 244 246 198 200 214 216 231 233 194 196 218 229 192 222 224 228 250	E G I K M O A C E G I K A C E K C E G K O	7 7 7 7 7 8 8 8 8 8 8 8 8 8 8 8 8 9 9 9 9	Amoco Amoco Skelly King Warren & Dye Skelly Skelly Texas Pacific Texas Pacific Texas Pacific Texas Pacific Texas Pacific Amerada Conoco Byrom Cont-Emsco Atlantic Amoco Hunt Gulf Hunt Gulf Hunt	Meyers B No. 6 Meyers B No. 10 Liberty Rty. No. 3 Toby No. 2 Toby No. 1 Liberty Rty. No. 1 Hodges No. 5 Jack No. 3 Jack No. 1 Hodges No. 4 Hodges No. 1 Cooper No. 2 Sinclair No. 1 Hair No. 1 Hair No. 2 Meyers B No. 5 Mattix B10 No. 2 Carr No. 2 Mattix B No. 4 Carr No. 3				

Page 2

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