OIL CONSERVATION COMMISSION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

December 8, 1972

Skelly Oil Company P. O. Box 1351 Midland, Texas

Attention: Mr. C. J. Love

Re: Administrative Order WFX-382

Gentlemen:

Enclosed herewith please find Administrative Order WFX-382 authorizing conversion of one well to water injection well in the Grayburg-Jackson Skelly Unit Water Flood Project in the Grayburg-Jackson Pool in Eddy County, New Mexico.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/JEK/og

cc: Oil Conservation Commission - Artesia

APPLICATION OF SKELLY OIL COMPANY TO EXPAND ITS GRAYBURG-JACKSON SKELLY UNIT WATER FLOOD PROJECT IN THE GRAYBURG-JACKSON POOL IN EDDY COUNTY, NEW MEXICO.

ADMINISTRATIVE ORDER WFX NO. 382

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION COMMISSION

Under the provisions of Order No. R-4419, Skelly Oil Company has made application to the Commission on November 13, 1972, for permission to expand its Grayburg-Jackson Skelly Unit Water Flood Project in the Grayburg-Jackson Pool, Eddy County, New Mexico.

NOW, on this 6th day of December, 1972, the Secretary-Director finds:

- That application has been filed in due form.
- 2. That satisfactory information has been provided that all offset operators have been duly notified of the application.
- That no objection has been received within the waiting period as prescribed by Order No. R-4419.
- 4. That the proposed injection well is eligible for conversion to water injection under the terms of Order No. R-4419.
- That the proposed expansion of the above-referenced water flood project will not cause waste nor impair correlative rights.
 - That the application should be approved.

IT IS THEREFORE ORDERED:

That the applicant, Skelly Oil Company, be and the same is hereby authorized to inject water into the Grayburg-San Andres formation through the following described well for purposes of secondary recovery, to wit:

> Skelly Unit Well No. 3 located in Unit D of Section 22, Township 17 South, Range 31 East, NMPM.

IT IS FURTHER ORDERED, That by the authority granted by Order R-4419, Skelly Oil Company is authorized to dually complete said Skelly Unit Well No. 3 in such a manner as to produce oil from the Fren-Seven Rivers Pool and to inject water in the Grayburg-San Andres formation through parallel strings of tubing with a permanent type packer set at approximately 3017 feet.

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

> STATE OF NEW MEXICO OLL CONSERVATION COMMISSION

A. L. PORTER, Jr.

Secretary-Director