

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. 908

THE APPLICATION OF THE OIL CONSERVATION
COMMISSION UPON ITS OWN MOTION AT THE REQUEST
OF SKELLY OIL COMPANY FOR AN ORDER AMENDING,
CLARIFYING AND REVISING PRESENTLY ESTABLISHED
HORIZONTAL LIMITS OF THE BALLARD-PICTURED CLIFFS,
FULCHER KUTZ-PICTURED CLIFFS, AZTEC-PICTURED CLIFFS,
SOUTH BLANCO-PICTURED CLIFFS, ALL GAS POOLS IN
SAN JUAN AND RIO ARriba COUNTIES, NEW MEXICO.

APPLICATION FOR REHEARING

Comes Now Skelly Oil Company and Alleges and States:

1. That heretofore on the 17th day of August, 1955, the Commission issued its Order No. R-672 in Case No. 908, amending, clarifying and revising the presently established horizontal limits of the Ballard-Pictured Cliffs and the South Blanco-Pictured Cliffs Gas Pools in San Juan County, New Mexico.

2. That in said Order, the Commission found insufficient and inconclusive evidence to support a connection between the Ballard-Pictured Cliffs gas pool and the South Blanco-Pictured Cliffs Gas Pool; That in said order the Commission found it to be premature to combine the areas of production whose limits are presently defined as separate and individual; And further found in said Order, that certain extensions to the present limits of the Ballard-Pictured Cliffs Gas Pool were necessary to include wells completed in the Pictured Cliffs common source of supply.

3. That by said order the Commission established the Ballard-Pictured Cliffs in T26N-R9W, the following sections: *(amended) as per request of Applicant*

- Sec. 12: All
- Sec. 13: All
- Sec. 14: All
- Sec. 15: All
- Sec. 16: E/2
- Sec. 21: NE/4
- Sec. 22: N/2
- Sec. 23: All
- Sec. 24: All

*Sec. 3 1/2
" 4 all
" 5 "
" "*

4. That Applicant files this motion for rehearing in accordance with Section "N", Rules of Procedure, more particularly Rule No. 1212, in which Applicant prays that this Commission grant a rehearing for the presentation of additional testimony and evidence which Applicant has now found to be pertinent for a proper decision in determining productive limits of the Ballard-Pictured Cliffs and South Blanco-Pictured Cliffs Gas Pools.

5. WHEREFORE, your Applicant prays that this Commission set this matter down for rehearing and at said hearing permit Applicant to introduce testimony indicating the productive limits of the Pictured Cliffs common source of supply lying within the area set forth in said Order No. R-672, Case No. 908 and for such other areas upon which there is additional information to be disclosed to the Commission indicating such Pictured Cliffs productivity in this general area. In addition to this area delineated in said Order R-672 such information from Section 1-T26N-R9W, Section 36-T27N-9W and Sections 2, 3, 4 and 16-T26N-R9W, and for such other Orders, Rules or Regulations that may be necessary.

Respectfully submitted

SKELLY OIL COMPANY

George W. Selinger
George W. Selinger

SKELLY OIL COMPANY
Tulsa 2, Oklahoma

Case 908

April 25, 1955

Mr. W. B. Macey
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Gentlemen:

We hereby request that the Commission set down for hearing at the next regular Market Demand date a hearing which should be upon the motion of the Commission since it involves nomenclature and all nomenclature cases are called by the Commission.

The area involved in this application should cover all or portions of Township 28 North, Ranges 8 and 9 West; Township 27 North, Ranges 8 and 9 West; Township 26 North, Ranges 8 and 9 West, and Township 25 North, Range 8 West.

This area should be considered by the Commission in connection with the creation and establishment of a new field insofar as the Pictured Cliffs production is concerned, or in connection with an extension of the present limits of the South Blanco Pictured Cliffs, Aztec Pictured Cliffs or Fulcher-Kutz Pictured Cliffs insofar as they apply to the area delineated in these seven townships. In this connection we believe the Commission should consider the modification, amendment and revision of Order No. R-577 and the subject matter of Case 864, paragraph (g).

The calling of the hearing on the part of the Commission upon its own motion for an order of nomenclature is not only in line with the present procedure but enables all operators interested in this area an opportunity to present to the Commission their recommendations as to how best delineate the Fulcher-Kutz Pictured Cliffs, Aztec Pictured Cliffs, South Blanco Pictured Cliffs, and the Ballard Pictured Cliffs, so that the Commission can properly issue such orders, rules and regulations as may be necessary upon facts that may be presented to it at the hearing.

Skelly Oil Company will be prepared to present testimony to the Commission to show that insofar as the Pictured Cliffs production in Section 13, 14, 23, 24, 25, 26, Township 27 North, Range 9 West, Pictured Cliffs production in Section 1, 2, 3, 4, 9, 10, 11, 12, 13, 14, 15, 16, 21, 22, 23, 24, in Township 26 North, Range 9 West and Pictured Cliffs productions in Section 6, Township 26 North, Range 8 West, is of one pool and should not be placed in two separate pools. However, the scope of the hearing should be broad enough to permit the Commission, if it so desires, to either designate this as one separate pool or an extension of existing pools.

Yours very truly,

/s/ George W. Selinger

CASE 908 - CONT'D.

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Area Involved:

Township 28 North, Ranges 8 and 9 West
Township 27 North, Ranges 8 and 9 West
Township 26 North, Ranges 8 and 9 West
Township 25 North, Range 8 West.

Skelly to present testimony on following area to show one pool;

Sections 13, 14, 23, 24, 25, 26, Township 27 North, Range 9
West.
Sections 1, 2, 3, 4, 9, 10, 11, 12, 13, 14, 15, 16, 21, 22, 23,
24, Township 26 North, Range 9 West.
Section 6, Township 26 North, Range 8 West.

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SKELLY OIL COMPANY
Tulsa 2, Oklahoma

Case 908

April 25, 1955

Mr. W. B. Macey
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P. O. Box 871
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Mr. W. B. Macey

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April 25, 1955

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Yours very truly,

/s/ George W. Selinger

GWS:dd

cc: Southern Union Gas Company
1104 Burt Building
Dallas, Texas

Mr. J. G. Turner
17th Floor, Mercantile Bank Bldg.
Dallas, Texas

Mr. Julian Clausen
Skelly Oil Company
Albuquerque, New Mexico

Mr. P. E. Cosper

C
O
P
Y

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Township 27 North, Ranges 8 and 9 West
Township 26 North, Ranges 8 and 9 West
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Sections 1, 2, 3, 4, 9, 10, 11, 12, 13, 14, 15, 16, 21, 22, 23, 24,
Township 26 North, Range 9 West.
Section 6, Township 26 North, Range 8 West.



SKELLY OIL COMPANY

TULSA 2, OKLAHOMA

PRODUCTION DEPARTMENT
J. S. FREEMAN, VICE PRESIDENT

September 1, 1955

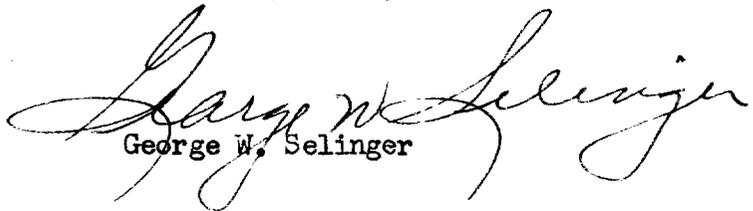
Mr. W. B. Macey
Oil Conservation Commission
State of New Mexico
Box 871
Santa Fe, New Mexico

Dear Sir:

We are herewith attaching original and three copies of Application for Rehearing in Case No. 908 for which Order No. R-672 was issued.

We would like to have this matter set for hearing on the 15th of September or as soon thereafter as possible, because it is directly related to the subject matter of the area of application in Case No. 955 and in continued Case No. 944. All of these matters are so closely related that we believe in the interest of time and for the convenience of the Commission, it should be heard at the same time.

Yours very truly,


George W. Selinger

GWS:zmr

*OK
write
order
granting
Application
Order R-672-A*