

APPLICATION OF SKELLY OIL COMPANY
FOR PERMISSION TO DRILL ITS PROJECTED
J. V. BAKER LPG NO. 3 WELL FOR THE
STORAGE OF LIQUEFIED PETROLEUM GAS,
SAID WELL TO BE LOCATED 2310 FEET FROM
THE NORTH LINE AND 1590 FEET FROM THE
WEST LINE OF SECTION 27, TOWNSHIP 22
SOUTH, RANGE 37 EAST, NMPM, LEA COUNTY,
NEW MEXICO.

ADMINISTRATIVE ORDER
OF THE OIL CONSERVATION COMMISSION

Under the provisions of Order No. R-313 in Case 523, and Rule 705 of the Commission's Rules and Regulations established thereunder, Skelly Oil Company made application to the Commission on May 11, 1953, for authority to drill as an LPG storage well its J. V. Baker LPG No. 3 Well, to be located 2310 feet from the north line and 1590 feet from the west line of Section 27, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico.

IT IS THEREFORE ORDERED:

That the applicant herein, Skelly Oil Company, be and it hereby is authorized to complete its J. V. Baker LPG No. 3 Well, 2310 feet from the north line and 1590 feet from the west line of Section 27, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico, as a storage well for liquefied petroleum gas;

That the effectiveness of this order is conditional upon the following stipulations:

- (a) That subject well be drilled to an approximate depth of 2200 feet, at which depth it is contemplated that the salt section will be encountered.
- (b) That casing of the proper size and weight be cemented at an approximate depth of 1860 feet, the operation to be approved by a duly authorized agent of the Commission.
- (c) That the storage cavity to be utilized result from the washing out of the salt section at total depth.

No part of this order shall be construed as relieving Skelly Oil Company from liability to any person, firm or corporation as a result of the drilling or operation of such storage project.

By authority granted under provisions of Rule 705 of the Commission's Rules and Regulations, this order is issued and approved this 22nd day of May, 1953.

State of New Mexico
Oil Conservation Commission
R. R. Spurrier, Secretary-Director

