

*Entered September 17, 1959
A.P.*

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. 1752
Order No. R-1402-A

APPLICATION OF SKELLY OIL COMPANY
FOR AN OIL-OIL DUAL COMPLETION IN
THE JUSTIS-BLINEBRY POOL AND IN AN
UNDESIGNATED TUBB OIL POOL, LEA
COUNTY, NEW MEXICO, AND FOR AN
ORDER AMENDING ORDER NO. R-1402
TO PERMIT THE COMMINGLING OF AN
ADDITIONAL OIL POOL IN LEA COUNTY,
NEW MEXICO

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on September 2, 1959, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 14th day of September, 1959, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis A. Utz, 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, is the owner and operator of the Hobbs "A" Well No. 6, located in the SW/4 NW/4 of Section 30, Township 25 South, Range 38 East, NMPM, Lea County, New Mexico.

(3) That the applicant proposes to dually complete the above-described Hobbs "A" Well No. 6 in such a manner as to permit the production of oil from the Justis-Blinebry Pool and the production of oil from an undesignated Tubb pool, through parallel strings of 2-3/8 inch EUE tubing.

(4) That the mechanics of the proposed dual completion are feasible and in accord with good conservation practices.

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(5) That the applicant was authorized by Order No. R-1402 to commingle the intermediate grade crude production from the Justis-Ellenburger Pool, the Justis-McKee Pool, the Justis-Fusselman Pool, the Justis-Montoya Pool, and the Justis-Blinebry Pool from all wells then completed or thereafter drilled on the Hobbs "A" Lease, comprising the NW/4 of Section 30, Township 25 South, Range 38 East, NMPM, Lea County, New Mexico.

(6) That the applicant seeks an amendment of said Order No. R-1402 to include the undesignated Tubb oil pool among those pools the production of which may be commingled pursuant to said order.

(7) That approval of the subject application will neither cause waste nor impair correlative rights, provided that the production from each of said pools is separately metered prior to commingling.

IT IS THEREFORE ORDERED:

(1) That the applicant be and the same is hereby authorized to dually complete the Hobbs "A" Well No. 6, located in the SW/4 NW/4 of Section 30, Township 25 South, Range 38 East, NMPM, Lea County, New Mexico, in such a manner as to permit the production of oil from the Justis-Blinebry and the production of oil from an undesignated Tubb pool, through parallel strings of 2-3/8 inch EUE tubing.

PROVIDED HOWEVER, That applicant shall complete, operate and produce said well in accordance with the provisions of Section V, Rule 112-A.

PROVIDED FURTHER, That applicant shall take packer-leakage tests upon completion and annually thereafter during the Gas-Oil Ratio Test Period for the Justis-Blinebry Pool.

IT IS FURTHER ORDERED: That jurisdiction of this cause is hereby retained by the Commission for such further order or orders as may seem necessary or convenient for the prevention of waste and/or protection of correlative rights; upon failure of applicant to comply with any requirement of this order, after proper notice and hearing the Commission may terminate the authority hereby granted and require applicant or its successors and assigns to limit its activities to regular single-zone production in the interests of conservation.

(2) That Order No. R-1402 be and the same is hereby amended to include the undesignated Tubb oil pool among those pools the production of which may be commingled pursuant to said order.

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PROVIDED HOWEVER, that all other provisos of said Order No. R-1402 shall apply equally to said Tubb oil pool.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


JOHN BURROUGHS, Chairman


MURRAY E. MORGAN, Member


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

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