Entered . Dienary 8,1962-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. 2465 Order No. R-2165 APPLICATION OF SKELLY OIL COMPANY FOR A DUAL COMPLETION, LEA COUNTY, NEW MEXICO. ORDER OF THE COMMISSION BY THE COMMISSION: This cause came on for hearing at 9 o'clock a.m. on January 4, 1962, at Santa Fe, New Mexico, before Daniel S. Nutter, 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 17th day of January, 1962, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel S. Nutter, 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 "N" Well No. 1, located in Unit D of Section 8, Township 18 South, Range 35 East, NMPM, Lea County, New Mexico. (3) That the applicant seeks permission to complete said Hobbs "N" Well No. 1 as a dual completion (conventional) in such a manner as to permit the production of oil from the Vacuum-Abo Pool and from an undesignated Drinkard pool through parallel strings of 2 1/16-inch tubing, separation of the zones to be by a packer set at a depth of approximately 8810 feet. (4) That the mechanics of the proposed dual completion are feasible and are in accord with good conservation practices. That approval of the subject application will neither cause waste nor impair correlative rights.

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IT IS THEREFORE ORDERED:

(1) That the applicant, Skelly Oil Company, is hereby authorized to complete its Hobbs "N" Well No. 1, located in Unit D of Section 8, Township 18 South, Range 35 East, NMPM, Lea County, New Mexico, as a dual completion (conventional) in such a manner as to permit the production of oil from the Vacuum-Abo Pool and from an undesignated Drinkard pool through parallel strings of 2 1/16-inch tubing, separation of the zones to be by a packer set at a depth of approximately 8810 feet.

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

PROVIDED FURTHER, That the operator shall conduct packer-leakage tests upon completion and annually thereafter during the Annual Gas-Oil Ratio Test Period for the Abo zone, and at such other times as the Secretary-Director of the Commission may prescribe.

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year herein-above designated.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

E. S. WALKER. Member

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

SEAL