

*Entered August 7, 1962
C. L. 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. 2592
Order No. R-2278

APPLICATION OF SKELLY OIL COMPANY
FOR APPROVAL OF A SECONDARY RECOVERY
PROJECT, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on June 28, 1962, 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 12th day of July, 1962, 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, seeks permission to institute a secondary recovery project in the Lovington-San Andres Pool in the Lovington San Andres Unit Area comprising portions of Townships 16 and 17 South, Ranges 36 and 37 East, NMPM, Lea County, New Mexico, by the injection of water into the San Andres formation through 17 wells located in said unit area.

(3) That the wells in the proposed project area are in an advanced state of depletion and should properly be classified as "stripper" wells.

(4) That the waterflood project should be approved and should be governed by the provisions of Rule 701.

IT IS THEREFORE ORDERED:

(1) That the applicant, Skelly Oil Company, is hereby authorized to institute a waterflood project in the Lovington-San Andres Pool in the Lovington San Andres Unit Area comprising portions of Townships 16 and 17 South, Ranges 36 and 37 East, NMPM, Lea County,

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New Mexico, by the injection of water into the San Andres formation through the following-described 17 wells:

<u>Well</u>	<u>Location</u>
Late Oil Co. Graham #1	Unit D, Sec. 31-16S-37E
Skelly - State "N" #1	Unit B, Sec. 36-16S-36E
Rodman Noel State "AE" #2 (to be drilled)	Unit L, Sec. 36-16S-36E
Tidewater - State "M" #2 (to be drilled)	Unit J, Sec. 36-16S-36E
Skelly - State "O" #2	Unit L, Sec. 31-16S-37E
Skelly - State "O" #4	Unit J, Sec. 31-16S-37E
Tidewater - State "P" #2	Unit L, Sec. 32-16S-37E
Moran Shipp - State "A" #1	Unit D, Sec. 5-17S-37E
Skelly - Caylor #1	Unit B, Sec. 6-17S-37E
Sunray DX - M. Caylor #1	Unit D, Sec. 6-17S-37E
Amerada - State "IA" #6	Unit B, Sec. 1-17S-36E
Pan American - State "E" #3	Unit D, Sec. 1-17S-36E
Pan American - State "E" #10	Unit B, Sec. 2-17S-36E
Mobil - State "R" #4	Unit J, Sec. 2-17S-36E
Amerada - State "IA" #7	Unit L, Sec. 1-17S-36E
Mobil - State "R" #1	Unit J, Sec. 1-17S-36E
Pan American and Amerada - Caylor #1	Unit L, Sec. 6-17S-37E

(2) That the subject waterflood project shall be governed by the provisions of Rule 701, including the allowable provisions thereof and including the provisions with respect to expansion of the waterflood project.

(3) 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

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