BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

En Cencel Setucar 8/963

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE No. 2724 Order No. R-2406

> > ----

APPLICATION OF SKELLY OIL COMPANY FOR A DUAL COMPLETION, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on January 3, 1963, 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 <u>16th</u> day of January, 1963, 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, seeks permission to complete its Dow "B" Well No. 21, located in Unit I of Section 21, Township 17 South, Range 31 East, NMPM, Eddy County, New Mexico, as a dual completion (conventional) to produce oil from the Fren and Grayburg-Jackson Pools through parallel strings of 2 3/8-inch tubing.

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

(4) That approval of the subject application will neither cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant, Skelly Oil Company, is hereby authorized to complete its Dow "B" Well No. 21, located in Unit I of Section 21, Township 17 South, Range 31 East, NMPM, -2-CASE No. 2724 Order No. R-2406

Eddy County, New Mexico, as a dual completion (conventional) to produce oil from the Fren and Grayburg-Jackson Pools through parallel strings of 2 3/8-inch tubing.

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 insofar as said rule is not inconsistent with this order.

<u>PROVIDED FURTHER</u>, That the applicant shall take packerleakage tests upon completion and annually thereafter, 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 hereinabove designated.

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

AMPBELL, Chairman JACK M.

PORTER, Jr., Member & Secretary

SEAL

esr/