Entered December 22, 1965

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. 3357 Order No. R-3023

> > 1

APPLICATION OF SKELLY OIL COMPANY FOR AN OIL WELL-SALT WATER DISPOSAL DUAL COMPLETION, ROOSEVELT COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on December 14, 1965, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this <u>22nd</u> day of December, 1965, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, 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 authority to complete its Hobbs "T" Well No. 11, located in Unit P of Section 33, Township 7 South, Range 33 East, NMPM, Roosevelt County, New Mexico, as a dual completion to produce oil from the Upper San Andres formation, Chaveroo-San Andres Pool, through 2 3/8-inch tubing and to dispose of produced salt water into the Lower San Andres formation in the interval from approximately 4676 to 4849 feet through a parallel string of 2 7/8-inch internally plasticcoated tubing, with separation of zones by a packer set at approximately 4450 feet.

(3) That approval of the proposed dual completion will prevent the drilling of unnecessary wells, and will otherwise prevent waste and protect correlative rights.

-2-CASE No. 3357 Order No. R-3023

IT_IS_THEREFORE_ORDERED:

(1) That the applicant, Skelly Oil Company, is hereby authorized to complete its Hobbs "T" Well No. 11, located in Unit P of Section 33, Township 7 South, Range 33 East, NMPM, Roosevelt County, New Mexico, as a dual completion to produce oil from the Upper San Andres formation, Chaveroo-San Andres Pool, through 2 3/8-inch tubing and to dispose of produced salt water into the Lower San Andres formation in the interval from approximately 4676 to 4849 feet through a parallel string of 2 7/8-inch internally plastic-coated tubing, with separation of zones by a packer set at approximately 4450 feet;

<u>PROVIDED HOWEVER</u>, 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;

PROVIDED FURTHER, that the applicant shall take packerleakage tests upon completion and annually thereafter during the Annual Gas-Oil Ratio Test Period for the Chaveroo-San Andres Pool.

(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

CAMPBELL. Chairman

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

SEAL

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