

due July 6, 1455

SKELLY OIL COMPANY

June 4, 1955

New Mexico Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico

Attention: Mr. W. B. Macey

Gentlemen:

Skelly Oil Company is now in the process of drilling a well in the Lovington Paddock Pool on its Mexico "Y" lease at a location 660' from the North line and 330' from the East line of Section 35, Township 16 South, Range 36 East. This lease is a 40 acre tract confined by the boundaries of NE/4 NE/4 Section 35, Township 16 South, Range 36 East. Upon completion of this well it is our plan to connect this well into the present existing tank battery on our adjoining State "R" lease also in the Lovington Paddock Pool.

The State "R" lease is a 240 acre tract confined by the boundaries NW/4 and E/2 SW/4 Section 36, Township 16 South, Range 36 East. The above mentioned leases concern but a single royalty owner, namely the State of New Mexice, and are both dedicated to a common beneficiary.

Upon completion of the above mentioned well, such equipment as is necessary will be installed so that accurate production tests can be taken at reasonable intervals.

A plat of this general area is attached and is accurate and complete to the best of our knowledge.

A list of all offset operators has been prepared and is attached for your information.

Therefore, so that undue hardship will not be enforced, Skelly Oil Company requests that the Secretary of the Commission grant an exception to Statewide Rule 309, by which oil from separate state leases may be produced into a common tank battery.

Since this well will be completed in the near future, your prompt attention to this matter will be appreciated.

Very truly yours,

Skelly Oil Company

J. N. Dunlavey

cc: New Mexico Oil Conservation Commission Hobbs, New Mexico

Mr. G. W. Selinger Tulsa, Oklahoma Cities Service Oil Company P. O. Box 97 Hobbs, New Mexico

Magnolia Petroleum Co. W. A. Daniel P. O. Box 727 Kermit, Texas

Sinclair Oil & Gas Co. Box 1470 Hobbs, New Mexico

Stanolind Oil and Gas Co. F. O. Box 899 Roswell, New Mexico

Tidewater Associated Oil Co. J. B. Holloway P. O. Box 1404 Houston, Texas

Insert

Color Page/Photo

Here