



DEC 2 1969

WFX 307
due Dec 17

SKELLY OIL COMPANY

P. O. Box 1351, Midland, Texas 79701

November 25, 1969

Re: Application for Waterflood Expansion
Skelly Unit
Grayburg-Jackson Pool
Eddy County, New Mexico

New Mexico Oil Conservation Commission
State Land Office Building
P. O. Box 2088
Santa Fe, New Mexico

Attention: Secretary-Director

Gentlemen:

Skelly Oil Company respectfully requests administrative approval to expand its Skelly Unit Waterflood in the Grayburg-Jackson Pool, Eddy County, New Mexico. The Skelly Unit Waterflood Project was authorized by Order No. R-2900, May 4, 1965, and amended by Order No. R-3214, April 11, 1967.

The subject waterflood project is governed by the provisions of Rule 701, 702, and 703 of the Commission rules and regulations; PROVIDED HOWEVER, that the Secretary-Director of the Commission may approve expansion of the Grayburg-Jackson Skelly Unit Waterflood Project to include additional wells, within said unit area, or water injection as may be necessary to complete an efficient waterflood pattern.

Skelly initiated a six injection well, eighty-acre five-spot pilot project in April, 1965. The successful response to the water injection led Skelly to expand the project. By November 1969, the original pilot area has been expanded to include a total of 33 injection wells. The last expansion being by administrative order No. WFX dated June 12, 1968.

Skelly Oil Company desires to expand the waterflood and requests administrative approval to convert the following wells to water injection.

Township 17 South, Range 31 East

Unit Well No. 79, Unit N, Section 23

Unit Well No. 81, Unit P, Section 23

Under order R-3214, Skelly Oil Company was authorized to effect a waterflood project in the Grayburg-Jackson Pool in the Skelly Unit by the selective injection of water into various zones throughout the Grayburg-Jackson producing interval. Selectivity of injection is to be achieved by dual injection util-

CELEBRATING OUR



50th ANNIVERSARY

izing the casing tubing annulus. Skelly Oil Company requests approval to selectively inject throughout the Skelly Unit; however, it is our intention to equip the proposed injectors as single injection wells and utilize the separation of zones in only the wells where it is deemed necessary to achieve the most efficient vertical distribution of injected fluid.

Attached is a map showing all wells within a two mile radius, a Unit plat showing the present and proposed injection wells, along with schematic diagrams and copies of the logs on the wells included in this application, an analysis of the water to be injected and a supplement to the Oil Proration Schedule.

Response to water injection has been noted in the area of the proposed expansion. The proposed injection wells producing capacity and other producing wells which directly offset the proposed water injectors are shown on the following tabulation. Shown are the wells producing capacity at the start of the pilot (April 1965) and the current (October 1969) rates.

Unit Well No.	Daily Average Production			
	April 1965		October 1969	
	Oil	Water	Oil	Water
79 (Proposed WIW)	10	0	4	4
80	11	0	40	8
81 (Proposed WIW)	8	0	22	15
82	11	0	30	25
TOTAL	40	0	96	52

The oil proration schedule supplement substantiates response on three wells in the area.

Injection fluid will be purchased from Double Eagle Water Company. The water is fresh and is taken from the Ogallala Formation, as shown by the current water analysis. Anticipated injection rates are 300-600 BPD per well (600 to 1200 for both wells) at pressures of 1500 - 2000 PSI.

Correlative rights are being protected by a lease line agreement with Hudson and Hudson, the only operator adjoining the Skelly Unit in the area of the proposed expansion and they have been notified by a copy of this application.

Very truly yours,



D. L. Nunley
District Production Manager

WTT/BOB/ljm
Attachments

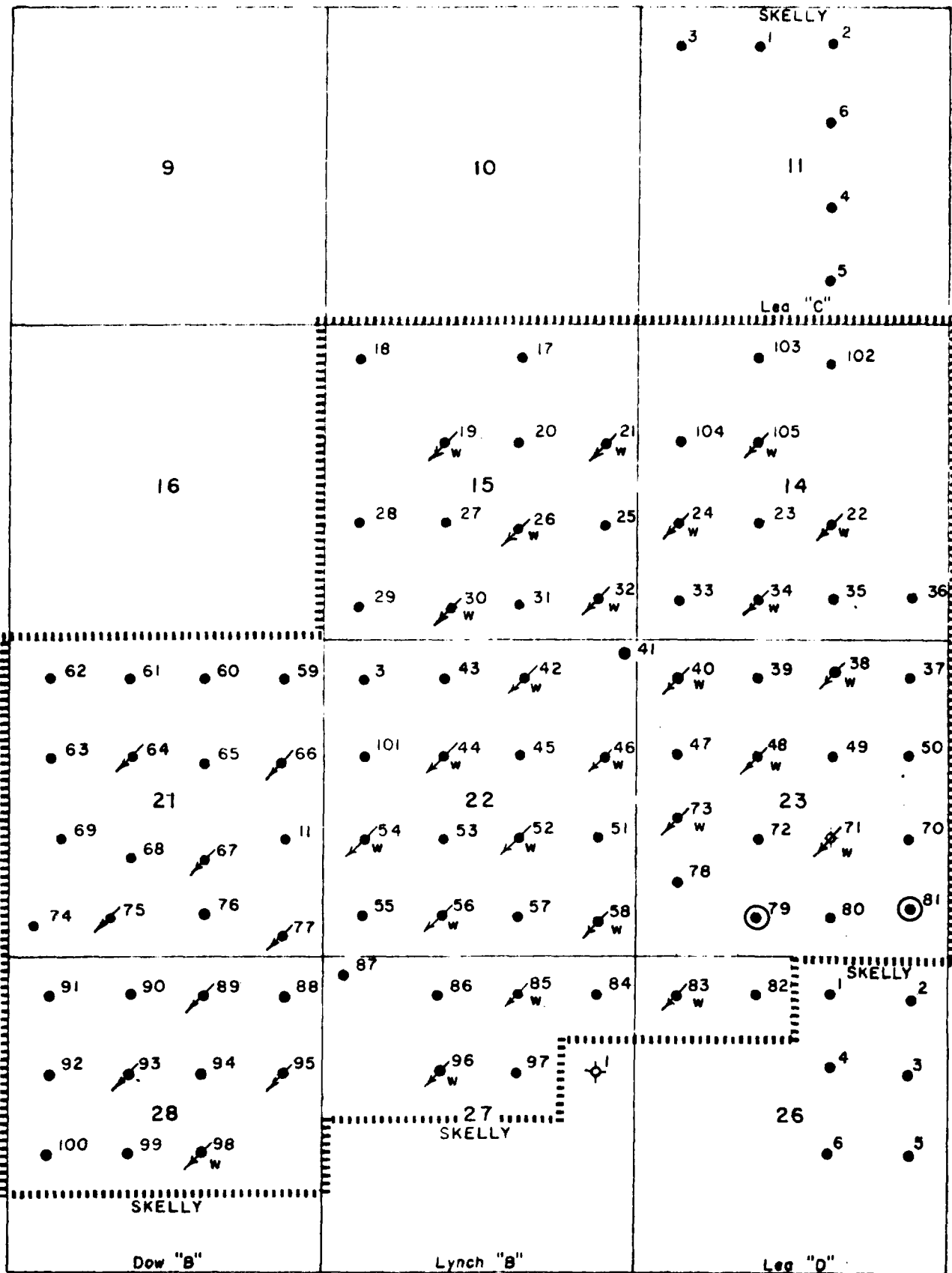
cc: Operators mailing list attached
G. W. Selinger, Tulsa Oklahoma

MAILING LIST
SKELLY UNIT

William A. and Edward R. Hudson
1510 First National Building
Fort Worth, Texas

William A. and Edward R. Hudson
P. O. Box 198
Artesia, New Mexico

Attention: Mr. Ralph L. Gray



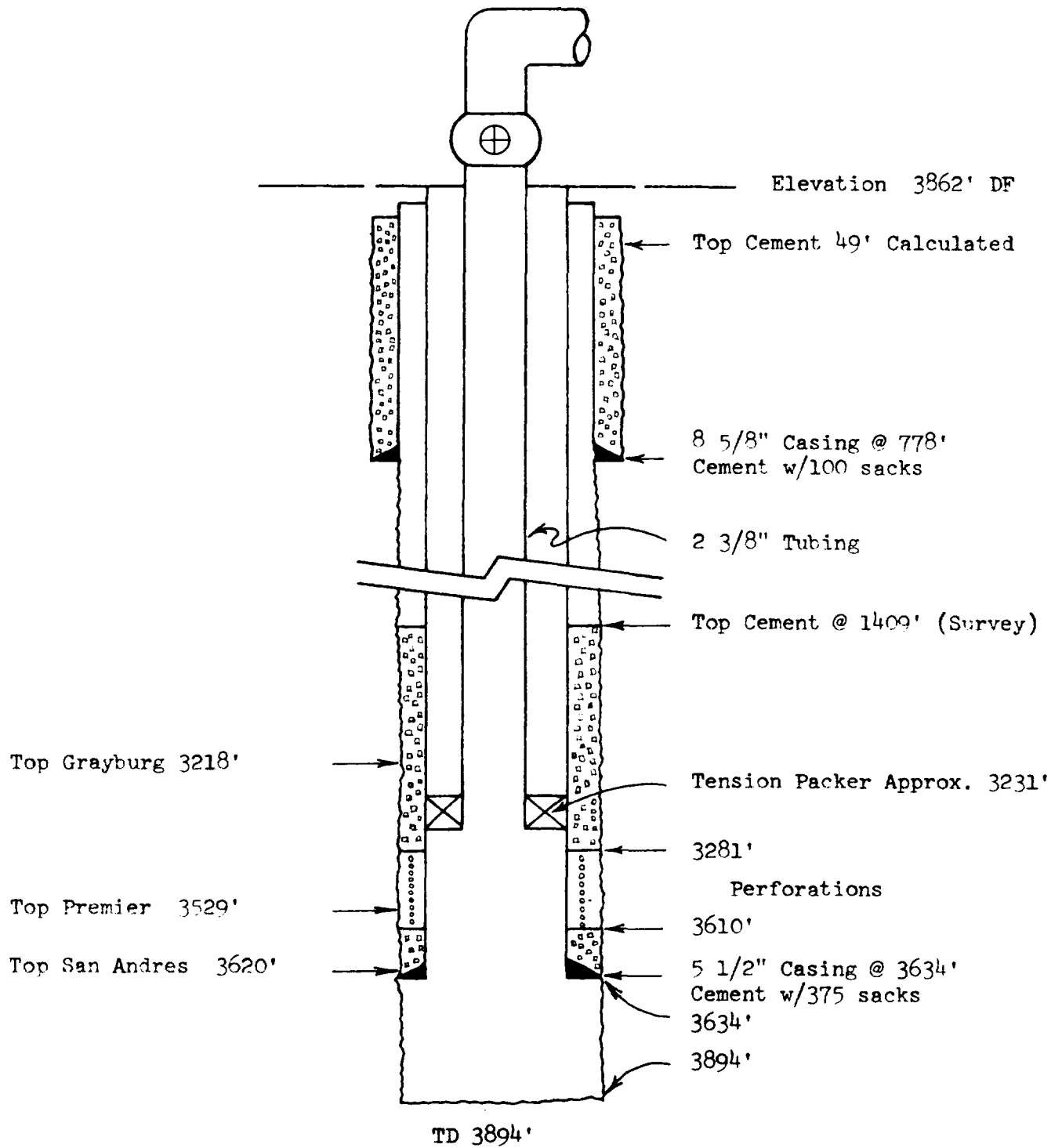
SKELLY OIL COMPANY
SKELLY UNIT
 EDDY COUNTY, NEW MEXICO
 TOWNSHIP 17-S, RANGE 31-E
 SCALE: 1"=2460'

LEGEND

- GRAYBURG-SAN ANDRES OIL WELL
- ◇ DRY HOLE
- SKELLY UNIT
- ⊙ PROPOSED WATER INJECTION WELL

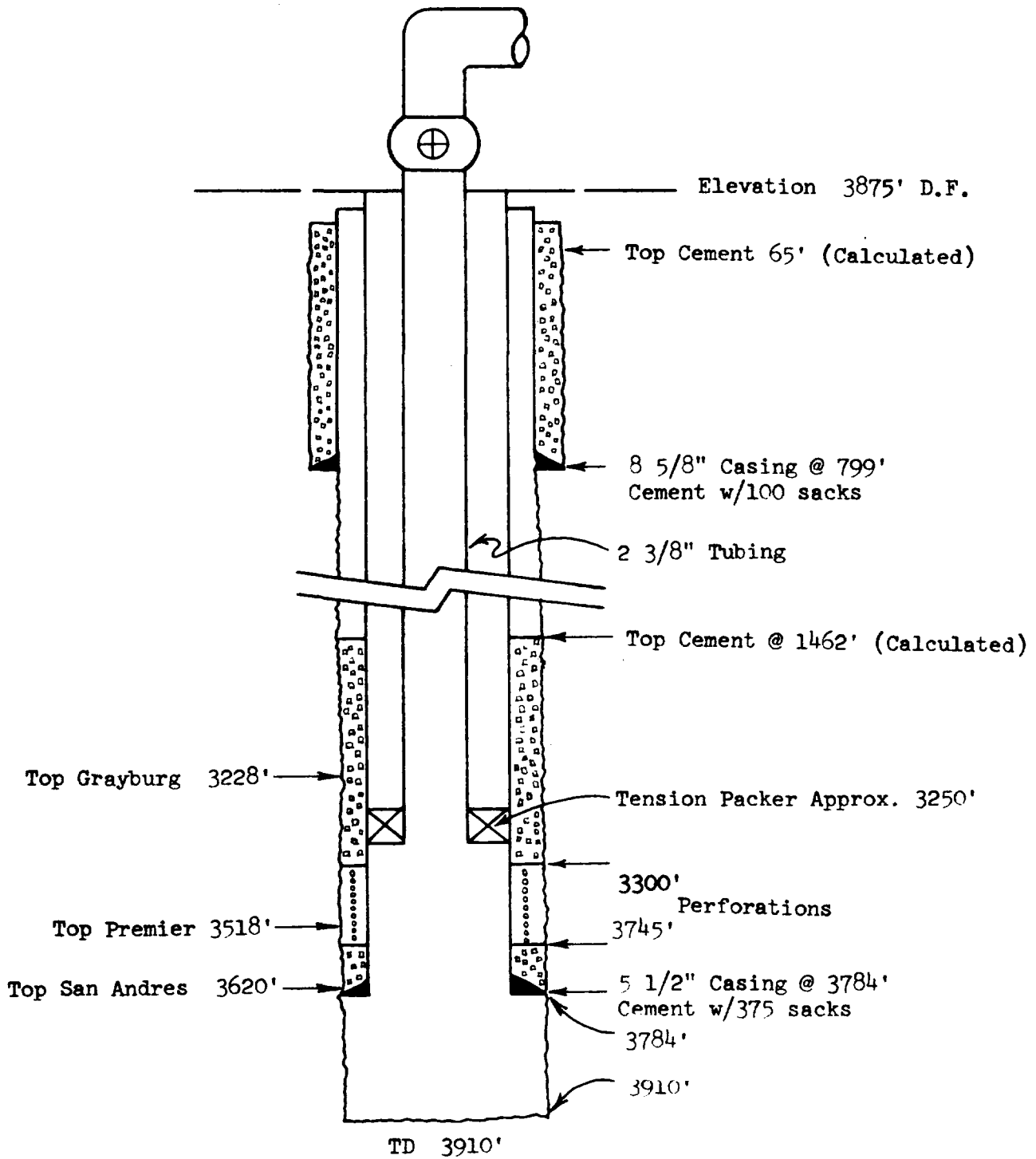
SKELLY OIL COMPANY

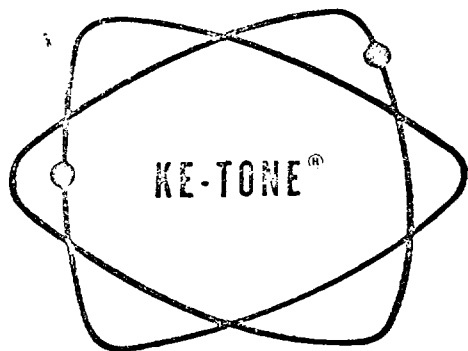
Skelly Unit No. 79
660' FSL & 1980' FWL, Section 23-17S-31E
GRAYBURG JACKSON INJECTION WELL



SKELLY OIL COMPANY

SKELLY UNIT NO. 81
810' FSL & 660' FEL, Section 23-17S-31E
GRAYBURG JACKSON INJECTION WELL





UNITED CHEMICAL CORPORATION

OF NEW MEXICO

601 NORTH LEECH

P. O. BOX 1499

HOBBS, NEW MEXICO 88240

Company Skelly Oil Company

Field _____

Lease Double Eagle Water Sampling Date 11-19-69Type of Sample Inlet to Skelly Tank

WATER ANALYSIS

IONIC FORM	me/l *	mg/l *
Calcium (Ca++)	2.59	52
Magnesium (Mg++)	1.07	13
Sodium (Na+) (Calculated)	2.07	48
Iron		0.55
Bicarbonate (HCO ₃ -)	2.10	128
Carbonate (CO ₃ -)	NOT	FOUND
Hydroxide (OH-)	NOT	FOUND
Sulphate (SO ₄ -)	2.08	100
Chloride (Cl-)	1.55	55
6.7ph c 68°F		
Dissolved Solids on Evap. at 103° - 105° C		
Hardness as Ca CO ₃	3.66	183
Carbonate Hardness as CaCO ₃ (temporary)	2.10	105
Non-Carbonate Hardness as CaCO ₃ (permanent)	1.56	78
Alkalinity as CaCO ₃	2.10	105
Specific Gravity c 68° F	1.000	

MOORE BUSINESS FORMS INC. LA

* mg/l = milligrams per Liter

* me/l = milliequivalents per Liter

Calcium Carbonate scaling index negative at 86°F

Calcium Sulfate scaling index negative

Makes Water Work

OPERATOR'S COPY

My P17
Supplement A--1 for September 1969 Continued

Skelly Unit

✓ #68-K, 21-17-31,	increased to	21 BOPD or	630 bbls	for the month.
✓ #69-L, "	, increased to	20 BOPD or	600 bbls	for the month.
✓ #72-K, 23-17-31,	increased to	69 BOPD or	2070 bbls	for the month.
#76-O, "	, increased to	57 BOPD or	1710 bbls	for the month.
#78-M, "	, increased to	21 BOPD or	630 bbls	for the month.
✓ #80-O, "	, increased to	44 BOPD or	1320 bbls	for the month.
✓ #81-P, "	, increased to	29 BOPD or	870 bbls	for the month.
✓ #82-C, "	, increased to	33 BOPD or	990 bbls	for the month.
#88-A, 28-17-31,	increased to	38 BOPD or	1140 bbls	for the month.
#90-C, "	, increased to	18 BOPD or	540 bbls	for the month.
#92-E, "	, increased to	198 BOPD or	5940 bbls	for the month.
#94-G, "	, increased to	85 BOPD or	2550 bbls	for the month.
#100-L, "	, increased to	46 BOPD or	1380 bbls	for the month.

WAG:jw

Skelly Oil Company

TNM

LARGE FORMAT
EXHIBIT HAS
BEEN REMOVED
AND IS LOCATED
IN THE NEXT FILE



RADIOACTIVITY LOG

[illegible]