CAMPBELL, BYRD & BLACK, P.A. LAWYERS

JACK M. CAMPBELL
HARL D. BYRD
BRUCE D. BLACK
MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
J. SCOTT HALL
PETER N. IVES
RUTH S. MUSGRAVE
LOURDES A. MARTINEZ

JEFFERSON PLACE
SUITE I - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87501

TELECOPIER: (505) 988-4421
TELECOPIER: (505) 983-6043

July 30, 1984

HAND DELIVERED

Mr. Joe D. Ramey, Director Oil Conservation Division New Mexico Department of Energy and Minerals Post Office Box 2088 Santa Fe, New Mexico 87501 JUL 3 0 1984

Case 8 315

Re: Application of Getty Oil Company for Downhole Commingling, Eddy County, New Mexico.

Dear Mr. Ramey:

Enclosed in triplicate is the Application of Getty Oil Company in the above-referenced case. Getty Oil Company requests that this matter be included on the docket for the Examiner Hearing scheduled for August 22, 1984.

Your attention to this request is appreciated.

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William F. Carr

WFC/cv enclosures

cc: Mr. Don Steinnerd

BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS

IN THE MATTER OF THE APPLICATION
OF GETTY OIL COMPANY FOR DOWNHOLE
COMMINGLING, EDDY COUNTY, NEW MEXICO.

Case 83/5

APPLICATION

Comes now, Getty Oil Company, by and through its undersigned attorneys, and hereby makes application to the New Mexico Oil Conservation Division for blanket approval for downhole commingling of production from the Grayburg formation (Grayburg-Jackson Pool), and the Seven Rivers formation (Fren Seven Rivers Pool) for all wells in its Skelly Unit located in Eddy County, New Mexico, and in support thereof states:

1. Applicant operates the Skelly Unit on the following described lands in Eddy County, New Mexico:

Township 17 South, Range 31 East, N.M.P.M.

Sections 14 and 15: All

Sections 21 through 23: All

Section 26: N/2 NW/4

Section 27: NW/4, SW/4 NE/4, N/2 NE/4

Section 28: N/2, N/2 S/2

- 2. Applicant seeks blanket approval for downhole commingling of production from the Grayburg formation and Seven Rivers formation in the wellbore of all existing wells and all wells subsequently drilled on the lands described in paragraph 1 above.
 - 3. In the alternative, Getty seeks:
 - (a) authority to downhole commingle production from the

Grayburg formation and the Seven Rivers formation in each of the wells set out on Exhibit A attached to this application and incorporated herein by reference; (b) authority to downhole commingle production from the Grayburg formation and the Seven Rivers formation in its Skelly Unit Well No. 115 located in Unit F, and its Skelly Unit Well No. 116 located in Unit I, both in Section 22, Township 17 South, Range 31 East, N.M.P.M. The Skelly Unit Wells 115 and 116 · currently produce from the Grayburg formation. Granting this application will result in the most efficient production of hydrocarbons from the subject lands and will not damage the reservoirs involved. 5. Granting this application will be in the best interest of conservation, the prevention of waste and the protection of correlative rights. WHEREFORE, Getty Oil Company requests that this matter be set for hearing before a duly appointed examiner of the Oil Conservation Division on August 22, 1984, and that after notice and hearing as required by law, the Division enter its order granting this application. Respectfully submitted, CAMPBELL & BLACK, P.A. William F. Carr Post Office Box 2208 Santa Fe, New Mexico 87501 (505) 988-4421 ATTORNEYS FOR GETTY OIL COMPANY - 2 -

SKELLY UNIT INFILL WELLS

| Well | #149 | 2610 | FSL, | 150 1 | FEL, | Sec. | 21, 3 | r.17 s | 5., 1 | R.31 1 | E. |
|------|------|------|------|-------|------|------|-------|--------|-------|--------|----|
| Well | #156 | 2560 | FSL, | 2630 | FEL, | Sec. | 22, | T.17 | s., | R.31 | E. |
| Well | #157 | 2600 | FNL, | 1310 | FEL, | Sec. | 22, | T.17 | s., | R.31 | E. |
| Well | #158 | 1310 | FSL, | 1310 | FEL, | Sec. | 22, | T.17 | s., | R.31 | E. |
| Well | #159 | 1310 | FSL, | 2630 | FWL, | Sec. | 22, | T.17 | s., | R.31 | E. |
| Well | #160 | 1270 | FSL, | 1310 | FWL, | Sec. | 22, | T.17 | s., | R.31 | E. |