

CASE 3641: Application of SKELLY
OIL COMPANY for DOWN-HOLE COM-
MINGLING, LEA COUNTY, N. MEX.

Dismiss

Case No.

3641

Application, Transcript,
Small Exhibits, Etc.

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. 3641
Order No. R-3303

APPLICATION OF SKELLY OIL COMPANY
FOR DOWN-HOLE COMMINGLING, LEA
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on August 23, 1967,
at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 29th day of August, 1967, the Commission, a
quorum being present, having considered the record and the
recommendations of the Examiner, and being fully advised in the
premises,

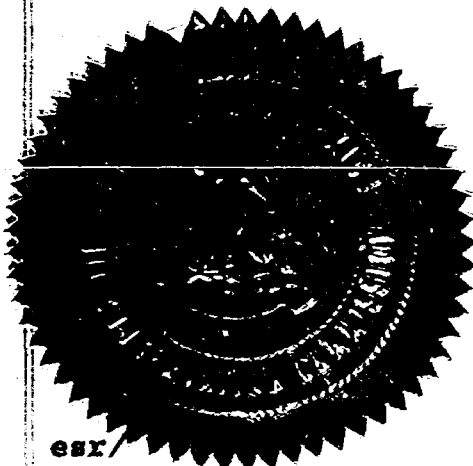
FINDS:

That the applicant's request for dismissal should be
granted.

IT IS THEREFORE ORDERED:

That Case No. 3641 is hereby dismissed.

DONE at Santa Fe, New Mexico, on the day and year hereinabove
designated.



STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

David F. Cargo
DAVID F. CARGO, Chairman

Guyton B. Hays
GUYTON B. HAYS, Member

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

esr/

State of New Mexico
Oil Conservation Commission



STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

August 29, 1967

Re: Case No. 3641
Order No. R-3303
Applicant:
SKELLY OIL COMPANY

Enclosed herewith are two copies of the above-referenced Commission order recently entered in the subject case.

A. L. Porter, Jr.
A. L. PORTER, Jr.
Secretary-Director

Carbon copy of order also sent to:

Hobbs OCC _____ x
 Artesia OCC _____
 Aztec OCC _____
 Other _____

WHITE, GILBERT, KOCH & KELLY
(GILBERT, WHITE AND GILBERT)
ATTORNEYS AND COUNSELORS AT LAW
LINCOLN BUILDING
SANTA FE, NEW MEXICO 87501

CARL H. GILBERT (1891-1963)
L. C. WHITE
WILLIAM W. GILBERT
SUMNER S. KOCH
WILLIAM BOOKER KELLY
JOHN F. MCCARTHY, JR.

August 2, 1967

POST OFFICE BOX 787
TELEPHONE 982-4301
(AREA CODE 505)

Case 3641

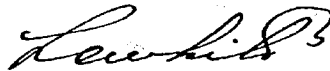
New Mexico Oil Conservation
Commission
Land Office Building
Santa Fe, New Mexico

Re: Application of Skelly Oil Company
Re Childress "A" Well No. 1, Lea
County, New Mexico

Gentlemen:

Please enter the undersigned as resident counsel for Skelly Oil
Company in the above entitled matter.

Very truly yours,



L. C. WHITE

LCW:el
CC: Mr. George W. Selinger
P. O. Box 1650
Tulsa, Oklahoma 74102

MAIN OFFICE

'67 Aug 3 AM 8 02

DOCKET MAILED

Date 8-11-67

DOCKET: EXAMINER HEARING - WEDNESDAY - AUGUST 23, 1967

9 A.M. - OIL CONSERVATION COMMISSION CONFERENCE ROOM,
STATE LAND OFFICE BUILDING - SANTA FE, NEW MEXICO

The following cases will be heard before Elvis A. Utz, Examiner,
or Daniel S. Nutter, Alternate Examiner:

- CASE 3639: Application of Myles A. Colligan for an unorthodox location, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill a well at an unorthodox location 1650 feet from the North and East lines of Section 35, Township 14 South, Range 27 East, Buffalo Valley-Pennsylvanian Gas Pool, Chaves County, New Mexico, in exception to the provisions of Rule 2 of Order No. R-2349.
- CASE 3640: Application of Monsanto Company for a unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of its Rock Tank Unit Area comprising 6239 acres, more or less, of State, Fee and Federal lands in Township 23 South, Range 24 East, and Townships 22 and 23 South, Range 25 East, Eddy County, New Mexico.
- CASE 3641: Application of Skelly Oil Company for down-hole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to commingle production from the Abo and Wolfcamp formations in the well-bore of its Childress "A" Well No. 1 located in Unit L of Section 1, Township 14 South, Range 33 East, Lazy "J" Field, Lea County, New Mexico.
- CASE 3642: Application of Pan American Petroleum Corporation for special pool rules, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the promulgation of special pool rules for the North Osudo-Morrow Gas Pool, Lea County, New Mexico, including a provision for 640-acre spacing and specified well locations.
- CASE 3643: Application of Humble Oil & Refining Company for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the "C" Zone, and possibly the "A" Zone, of the Pennsylvanian formation in its South Four Lakes Well No. 6 located in Unit I of Section 2, Township 12 South, Range 34 East, South Four Lakes Field, Lea County, New Mexico.

Case 3641

Heard 8-23-67

Rec. 8-23-67

Dismiss as requested by Skelly.

Thos. W. R.



SKELLY OIL COMPANY

P. O. BOX 1650

TULSA, OKLAHOMA 74102

PRODUCTION DEPARTMENT

C. L. BLACKSHER, VICE PRESIDENT

W. P. WHITMORE, MGR. PRODUCTION

W. D. CARSON, MGR. TECHNICAL SERVICES

BARTON W. RATLIFF, MGR. JOINT OPERATIONS

GEORGE W. SELINGER, MGR. CONSERVATION

August 17, 1967

Re: Case No. 3641

New Mexico Oil Conservation Commission

P. O. Box 2088

Santa Fe, New Mexico 87501

Attention: Mr. A. L. Porter, Jr. - Secretary-Director

Gentlemen:

Case No. 3641 is scheduled for hearing on August 23, 1967. This case is the application of Skelly Oil Company for permission to commingle in our Childress "A" Well No. 1, located in Section 1, Township 14 South, Range 33 East, Lea County, New Mexico.

Applicant requests that its application be dismissed without prejudice.

Yours very truly,

George W. Selinger

RJJ:br

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SKELLY OIL COMPANY

P. O. BOX 1650

TULSA, OKLAHOMA 74102

PRODUCTION DEPARTMENT

C.L. BLACKSHER, VICE PRESIDENT

W.P. WHITMORE, MGR. PRODUCTION

W.D. CARSON, MGR. TECHNICAL SERVICES

BARTON W. RATLIFF, MGR. JOINT OPERATIONS

GEORGE W. SELINGER, MGR. CONSERVATION

July 31, 1967

Case 3641

Re: Childress "A" Well No. 1
Lea County, New Mexico

Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Attention: Mr. A. L. Porter, Jr., Secretary-Director

Gentlemen:

Attached is original and four copies of our application for permission to commingle in the well bore the production from the Abo and Wolfcamp formations in our Childress "A" Well No. 1, located in Section 1, Township 14 South, Range 33 East, Lea County, New Mexico.

Please set this matter down for hearing at the next Examiner's Hearing, which we understand will be August 23, 1967.

Yours very truly,

George W. Selinger

RJJ:br
Attach. (5)

MAIN OFFICE 000
1967 AUG 2 PM 1 17

DOCKET MAILED

Date 8-11-67

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF SKELLY OIL)
COMPANY FOR PERMISSION TO COMMINGLE IN THE WELL)
BORE PRODUCTION FROM THE WOLFCAMP AND ABO)
FORMATIONS IN ITS CHILDRESS "A" WELL NO. 1,)
LEA COUNTY, NEW MEXICO.)

CASE NO. 3641

A P P L I C A T I O N

Comes now Skelly Oil Company and alleges and states:

1. That it is an operator in the Lazy "J" (Penn.) Pool in Lea County, New Mexico.
2. That it has completed its Childress "A" Well No. 1 at a location 1,980 feet from the south line and 660 feet from the west line of Section 1, Township 14 South, Range 33 East, Lea County, New Mexico, in the Lazy "J" (Penn.) Pool, with a total depth of 10,030 feet and a plugged back total depth of 9,934 feet.
3. That it perforated the Abo formation between the interval of 8,836 feet to 8,914 feet, and perforated the Wolfcamp formation between the interval of 9,852 feet and 9,885 feet. A packer was set at 9,810 feet, and the Abo formation is presently isolated behind the packer. The well was completed in the Wolfcamp formation and the production from said formation has declined to the point where it will no longer flow its allowable and it is necessary and desirable that pumping equipment be installed in this well.
4. Applicant proposes to remove the packer and produce both the Abo and Wolfcamp formations by commingling same in the well bore without a packer so as to more efficiently produce the well and to produce the hydrocarbons from both formations to achieve the greatest amount of ultimate recovery and allow the recovery of oil which would otherwise not be recovered.

WHEREFORE, PREMISES CONSIDERED, applicant prays that this Commission set this matter down for hearing, that notice hereof be given as required by law, and that at the conclusion of said hearing based on the evidence adduced enter its order allowing Skelly Oil Company to commingle the production from the Abo and Wolfcamp formations in the well bore of its Childress "A" Well No. 1, located 1,980 feet from the south line and 660 feet from the west line of Section 1, Township 14 South, Range 33 East, Lea County, New Mexico, and for such other orders, rules and regulations as may be necessary in the premises.

Respectfully submitted,

SKELLY OIL COMPANY

George W. Selinger
Ronald J. Jacobs
James B. Grant
Its Attorneys

By George W. Selinger

P. O. Box 1650
Tulsa, Oklahoma 74102

Of Counsel:
Mr. L. C. White
White, Gilbert, Koch & Kelly
P. O. Box 787
Santa Fe, New Mexico 87501

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SPECIALIZING IN: DEPOSITIONS, HEARINGS, STATEMENTS, EXPERT TESTIMONY, DAILY COPY, CONVENTIONS

1120 SIMAS BLDG. • P. O. BOX 1092 • PHONE 243-6691 • ALBUQUERQUE, NEW MEXICO



BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
August 23, 1967

EXAMINER HEARING

IN THE MATTER OF:)

Application of Skelly Oil Company)
for down-hole commingling, Lea County,)
New Mexico.)

CASE: 3641

BEFORE: Elvis A. Utz, Examiner

TRANSCRIPT OF HEARING

MR. UTZ: The Hearing will come to order please.
The first case will be 3641.

MR. HATCH: Case 3641, application of Skelly Oil
Company for down-hole commingling, Lea County, New Mexico.
If the Examiner please, the Commissioner has received a letter
dated August 17th, 1967 from the applicant Skelly Oil Company
requesting that Case 3641 be dismissed without prejudice.

MR. UTZ: Without objection, Case 3641 will be
dismissed.

STATE OF NEW MEXICO)
) ss
 COUNTY OF BERNALILLO)

I, ADA DEARNLEY, Notary Public in and for the County of Bernalillo, State of New Mexico, do hereby certify that the foregoing and attached Transcript of Hearing before the New Mexico Oil Conservation Commission was reported by me; and that the same is a true and correct record of the said proceedings, to the best of my knowledge, skill and ability.

Witness my Hand and Seal this 25th day of August, 1967.


 NOTARY PUBLIC

My Commission Expires:

June 19, 1971.

Notary Public for the State of New Mexico
 My Commission Expires: 364/1
 Aug. 23, 1967
