## BEFORE THE

**Gil Conservation Commission** 

SANTA FE. New MEXICO Hobbs, New Mexico October 20, 1954

IN THE MATTER OF:

nije V stanja CASE NO. 757 - Regular Hearing

TRANSCRIPT OF PROCEEDINGS

## ADA DEARNLEY AND ASSOCIATES

COURT REPORTERS ROOMS 105, 106, 107 EL CORTEZ BUILDING TELEPHONE 7-9546 ALBUQUERQUE, NEW MEXICO

3 BEFORE THE OIL CONSERVATION COMMISSION Hobbs, New Mexico October 20, 1954 IN THE MATTER OF: Application of Skelly Oil Company for approval of a 320-acre unorthodox gas proration unit in the Eumont Gas Pool ) consisting of the SE/4 and Lots 9, 10, Case No. 757 15 and 16 of Section 2, Township 21 South, Range 35 East; and for approval) of an unorthodox location for its Mexico 'W' Well No. 1, 660 feet from the S and E lines of Section 2. **BEFORE**: Honorable Edwin L. Mechem Mr. E. S. (Johnny) Walker Mr. William B. Macey TRANSCRIPT OF HEARING MR. MACEY: The next case on the docket is Case 757. Mr. Selinger? (Marked Exhibits 1, 2 and 3, for identification.) MAX E. CURRY, called as a witness, having been first duly sworn, testified as follows: DIRECT EXAMINATION By MR. SELINGER: Q State your name. A Max E. Curry. Q You are with Skelly Oil Company? T\_am **ADA DEARNLEY & ASSOCIATES** STENOTYPE REPORTERS

Q In what capacity?

A As Petroleum Engineer.

Q Where are you stationed?

A Here in Hobbs, New Mexico.

Q Are you familiar with the Skelly Oil Company's Mexico 'W' No. 1 Well in Section 2, Township 21 South, Range 35 East?

A I am.

Q I will hand you what has been designated as Skelly Exhibit 1, is that a plat of the area surrounding the well?

A This is the plat showing the section of the surrounding acreage and wells around this Mexico 'W' Well, as well as a structure contour map drawn on the top of the Yates Formation.

Q Now, the area outlined in yellow is the 320 acres sought to be assigned to the well for gas proration purposes in the Eumont Gas Pool. is that correct?

A That is correct.

Q What is that red line indicated on that exhibit?

A The red line shows the present horizontal limits of the Eumont Gas Pool as it is presently designated by the Commission.

Q As indicated by Exhibit 2, the well was drilled for the purposes of seeking oil, is that right?

A That is correct.

Q And the log, as shown by Skelly's Exhibit 3 indicates the completion data on the well?

A That is correct.

Q The exception your are seeking is one for the location of the well and also the assignment of 320 acres to the proration unit, is that correct? A That is correct.

Q Are there gas wells surrounding the 320 acre exception, sought to be secured in this particular instance?

A There is one, true, singly completed gas well directly south of Skelly's Mexico 'W' No. 1 Well. Then, there are several off-setting wells that have been dually completed as gas wells.

Q In your opinion, is the entire 320 acres productive of gas in the Eumont Gas Pool?

A Based upon the structure, the contour map, as shown in Exhibit 1, and the surrounding gas wells, yes, I do believe the entire acreage is productive of gas.

MR. SELINGER: That is all we have of this witness. We would like to offer Skelly Exhibits 1, 2 and 3.

MR. MACEY: Is there objection to the introduction of these Exhibits? If not they will be received in evidence. Any questions of the witness? If not the witness may be excused.

(Witness excused.)

MR. MACEY: We will take the case under advisement. Mr. Selinger, your application did not include the extension of the pool boundary, did it?

MR. SELINGER: No, it did not. There is a gas well, as you can see from Exhibit 1, extremely north that has been placed in the Eumont Field. We presume that the Commission has, on its own volition, extended the field, at least the allowables are on that basis.

MR. MACEY: All right.

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STATE OF NEW MEXICO ) : SS. COUNTY OF BERNALILLO )

I, ADA DEARNLEY, Court Reporter, do hereby certify that the foregoing and attached transcript of proceedings before the New Mexico Oil Conservation Commission at Hobbs, New Mexico, is a true and correct record to the best of my knowledge, skill and ability.

IN WITNESS WHEREOF, I have affixed my hand and notarial seal this 2nd day of November, 1954.

Ala a Reporter

My Commission Expires: June 19, 1955

> ADA DEARNLEY & ASSOCIATES STENOTYPE REPORTERS ALBUQUERQUE, NEW MEXICO TELEPHONE 3-6691

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