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BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF SKELLY OIL COMPANY FOR AN ORDER PERMITTING THE DUAL COMPLETION OF ITS MEXICO-FED "A" NO. 1 WELL AS AN OIL WELL IN AN UNDESIGNATED GALLUP POOL AND AS A GAS WELL IN AN UNDESIGNATED DAKOTA POOL IN RIO ARRIBA COUNTY NEW MEXICO AS AN EXCEPTION TO STATEWIDE RULE 112-A

Case No. 1746

APPLICATION

To the Honorable Oil Conservation Commission of the State of New Mexico:

Applicant, Skelly Oil Company, respectfully states:

- 1. That it is the operator of its Mexico-Fed. "A" No. 1 Well located 1650 feet from the South line and 990 feet from the East line of Section 1 of Township 24 North, Range 6 West, Rio Arriba County, New Mexico.
- 2. Applicant proposes to dually complete the above described well in such a manner as to permit production of oil from an undesignated Gallup oil pool from perforations 5,388 feet to 5,587 feet, and the production of gas from an undesignated Dakota pool from perforations 6,475 to 6,556 feet.
- 3. That to applicant's knowledge this Commission has not previously authorized a dual completion in the subject oil and gas pools.
- 4. That the proposed method of dual completion is mechanically feasible and in accordance with good conservation practices.
- 5. Attached hereto and made a part hereof is a plat which shows the location of the subject well and the names of all off-set operators whose addresses are:

El Paso Natural Gas Company Box 997 Farmington, New Mexico

Walter Famariss & J. B. Davis Box 868 Hobbs, New Mexico 1

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Benson-Montin-Greer Drlg. Corp. Petroleum Center Building Farmington, New Mexico

Elkins & Marion, c/o Mark Elkins Box 177 Grants, New Mexico

- 6. Also attached is a diagramatic sketch showing diameters and setting depths of casing and tubing strings, cementing data, perforated intervals and setting depth and type of packer.
- That in the interest of conservation and prevention of waste and 7. for the protection of correlative rights this application should be granted.

WHEREFORE, Applicant prays that this application be set for hearing; that notice be given as required by law, and that upon the evidence adduced at such hearing the Commission issue its Order granting applicant's request as hereinabove stated.

SKELLY OIL COMPANY

George W. Selinger (Fau)

L. C. White Its Attorneys