1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

2.1

22

23

24

25

26

DE MO THE ME DO

BEFORE THE OIL CONSERVATION COMMISSION

OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF SKELLY OIL COMPANY FOR AN EXCEPTION TO RULE 112-A TO PERMIT AN OIL-OIL DUAL COMPLETION OF ITS HOBBS "A" WELL NO. 6 IN THE JUSTIS BLINERRY POOL AND AN UNDESIGNATED TUBB POOL. APPLICANT ALSO DESIRES AN EXCEPTION TO RULE 303 TO PERMIT THE COMMINGLING OF SOUR CRUDES ENCOUNTERED ON ITS HOBBS "A" LEASE.

Case No. 1752

APPLICATION

TO: THE HONORABLE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

Comes now the Applicant, Skelly Oil Company, and respectfully alleges
and states as follows:

- 1. That it is the owner and operator of its Hobbs "A" Lease, which consists of the $NW_{\frac{1}{4}}$ of Section 30, Township 25 South, Range 38 East, Lea County, New Mexico.
- 2. That there is no diversity of royalty ownership underlying the above described lease.
- 3. Applicant is presently in the process of completing its Hobbs "A" Well No. 6 in an undesignated Tubb Oil Pool at a location 1650 feet from the North and 330 feet from the West lines of the above mentioned Section 30.
- 4. That the Blinebry by virtue of Drill Stem Test should be oil productive at this location.
- 5. Applicant proposes to dual complete said Hobbs "A" Well No. 6 in the Justis Blinebry Pool and an undesignated Tubb Pool.
- 6. That a copy of Commission Form Application For Dual Completion is attached complete with a diagrammatic sketch of the dual completion, a plat showing well locations and offset ownership and logs of said well.
- 7. That all offset operators have been notified by copy of Form Application For Dual Completion by Certified Mail.
 - 8. That the crudes from the Blinebry and Tubb Formations could be

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

29

either intermediate grade or sour grade crudes.

- That in the event said crudes are of intermediate grade, Applicant proposes to commingle these crudes with the existing intermediate crudes of the Justis McKee and Justis Ellenburger Pools into common tankage and by so doing the production from each pool will be separately metered with dump type meters prior to such commingling.
- 10. That in the event said crudes are of sour grade, Applicant proposes to commingle these crudes with the sour crude produced from Wells No. 1, 2, 3 and 4, which are producing from the Queen Formation of the Langlie-Mattix Pool into common tankage and by so doing the production from each pool will be separately metered with dump type meters prior to such commingling.
- That attached hereto is a diagrammatic sketch which shows the proposed method of measurement and storage of the production produced.

WHEREFORE, Applicant prays that this Application be set for hearing, that notice be given as required by law, and that upon the evidence adduced the Commission issue Orders permitting Applicant to dual complete its Hobbs "A" No. 6 and commingle production from the Langlie-Mattix, Justis Blinebry, and an undesignated Tubb Pool underlying its Hobbs "A" Lease, Lea County, New Mexico, as more fully set out in this Application.

> Respectfully submitted, SKELLY OIL COMPANY

BY GILBERT, WHITE AND GILBERT

C. White

SANTA FE, NEW MEXICO

APPLICATION FOR DUAL COMPLETION

| (per | 1 | 75 | |
|-------|---|----|--|

| Field Name | | | | County Lea | | Date August 7, 1959 | |
|-----------------------|---|--|---|---|--|---|--|
| Justis | | | Lease | | | 1 No. | |
| Operator | | ntr | 1 | os IIAII | wei. | 6 | |
| Location | Skelly Oil Compa | Section | 11001 | Township | Ran | | |
| of Well | E | 3 | 0 | 25S | | 38E | |
| 1. Has th | | n Commissio | n heretofore a | uthorized the dual cor | mpletion of a well in t | these same pools or in the same | |
| zones | within one mile of the subject | well? YES | S NO | <u>X</u> | | | |
| 2. If ansv | ver is yes, identify one such in | nstance: Ord | ler No | ; Орега | tor, Lease, and Well N | No.: | |
| | | | | | | | |
| | | | | | | · | |
| 3. The fo | llowing facts are submitted: | | II | | | Lower Zone | |
| | | | Upper Zone | | | | |
| | ne of reservoir | Ju | stis Blin | ebry | Undesignat | Undesignated Tubb | |
| | and Bottom of | | | | | | |
| | Pay Section | | | | F0070 | ranne ranne | |
| | Perforations) | 53 | 5373 * - 5547 * | | 58371 - | 58371 - 58791 | |
| | oe of production (Oil or Gas) | 1 | <u>011</u> | | Oil | 0 <u>il</u> | |
| | hod of Production | | 777 | | TPT overal | Flowing | |
| | Flowing or Artificial Lift) | | Flowing | | TIONA | LTOMTHE | |
| 4. The to | llowing are attached. (Please | mark YES of | NO) | | | | |
| Yes 5. List al Wo K | operators of all leases offs c. Waivers consenting to such been furnished copies of the d. Electrical log of the well thereon. (If such log is not loffset operators to the lease Byrom, 1000 North 1 sater Oil Company, Bo | of all wells etting applic the dual comple application or other accept available at on which this Dal Paso | ant's lease. letion from each.* eptable log with the time applications well is location. Hobbs, New | th offset operator, or th tops and bottoms of lication is filed, it sh ted together with thei ew Mexico | in lieu thereof, evident of producing zones and nall be submitted as pr ir correct mailing addr | | |
| | lair Oil & Gas Compa American Petroleum Co | | | | | | |
| Ande | rson Prichard Oil Con | rporation | , Box 196 | , Midland, Tex | as | | |
| | Atlantic Refining Cor | | | | | | |
| | | | and furnished | a copy of this applica | ation? YES X NO | If answer is yes, give date | |
| of such | notification August 7. | TA2A | | | | • | |
| CERTI | FICATE: I, the undersigned, | | | t. Supt. | of the | Skelly Oil Company | |
| ınder mv s | upervision and direction and t | | | | | and that this report was prepared of my knowledge. | |
| | | | | _ | 7 7 x Gr | | |
| . | | | | // | Signati | ure / | |
| | | | | | | e New Mexico Oil Conservation mission's Santa Fe office. If, | |

after said twenty-day period, no protest nor request for hearing is received by the Santa Fe office, the application will then be processed.

NOTE: If the proposed dual completion will result in an unorthodox well location and/or a non-standard proration unit in either or both of the producing zones, then separate application for approval of the same should be filed simultaneously with this application.

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

BEFORE EXAMINER UTZ

OIL CONSERVATION COMMISSION

EXHIBIT NO.

CASE NO. 1752