OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

October 19, 1959

Mr. Charlie White P. C. Box 787 Santa Fe, New Mexico

Dear Mr. White:

On behalf of your client, Skelly Oil Company, we enclose two copies of Order No. R-1237-A in Case No. 1783 issued by the Oil Conservation Commission on October 19, 1959.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/ir

Encl: (2)

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. 1783 Order No. R-1237-A

APPLICATION OF SKELLY OIL COM-PANY FOR AN AMENDMENT OF THE SPECIAL RULES AND REGULATIONS FOR THE OTERO-GALLUP OIL POOL IN RIG ARRIBA COUNTY AS PRO-MULGATED BY ORDER NO. R-1237

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on October 7, 1959, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this day of October, 1959, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis A. Utz, and being fully advised in the premises,

FINDS:

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, Skelly Oil Company, proposes that Order No. R-1237 should be amended to provide that new wells in the Otero-Gallup Oil Pool, Rio Arriba County, New Mexico, be given 60 days after completion in which to make use of the produced casinghead gas.
 - (3) That the application should be approved.

IT IS THEREFORE ORDERED:

That paragraph 4 of the order portion of Order No. R-1237 be and the same is hereby amended to read in its entirety as follows:

-2-Case No. 1783 Order No. R-1237-A

(4) That after August 31, 1958, no casinghead gas shall be flared or vented from any well within the defined limits of the Otero-Gallup Oil Pool or from any well within one mile therefrom; provided however, that every newly completed well in said pool or within one mile therefrom and every well subsequently governed by the Otero-Gallup pool rules due to extensions of said pool shall be permitted 60 days from the completion date or 60 days from the date the pool is extended to within one mile of the well to make beneficial use of the produced casinghead gas.

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

STATE OF NEW MEXICO
GIL CONSERVATION COMMISSION

JOHN BURROUGHS, Chairman

LURRAY E. MORGAN, Member

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

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