



STANDARD OIL COMPANY OF TEXAS

P. O. BOX 1249 • HOUSTON TEXAS 77001

June 29, 1965

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

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

Gentlemen:

Continental Oil Company has requested permission to expand its Skaggs Pool Waterflood Project by converting nine additional wells to water injection status in the Skaggs (Grayburg) Pool located in Sections 13 and 14, Township 20 South, Range 37 East, and Sections 18 and 24, Township 20 South, Range 38 East, Lea County, New Mexico. This application has been set for Examiner hearing on July 7, 1965, Case 3274.

Standard Oil Company of Texas, a Division of California Oil Company, as a working interest owner in the Skaggs Pool Waterflood Project, supports Continental's application and respectfully urges that the requested permission to expand the project be granted.

Yours very truly,

for Paul Kull
C. N. Segnar
Chief Engineer

PH:ja

cc: Continental Oil Company
P. O. Box 460
Hobbs, New Mexico
Attention: Mr. G. C. Jamieson

ATLANTIC

THE ATLANTIC REFINING COMPANY
INCORPORATED - 1870
PETROLEUM PRODUCTS

June 28, 1965

NORTH AMERICAN PRODUCING DEPARTMENT
NEW MEXICO - ARIZONA DISTRICT

S. L. SMITH, DISTRICT MANAGER
JACK BIARD, DISTRICT LANDMAN
E. R. DOUGLAS, DISTRICT GEOLOGIST
A. D. KLOXIN, DISTRICT DRG. & PROD. SUP'T.
M. D. ROBERTS, DISTRICT GEOPHYSICIST
W. P. TOMLINSON, DISTRICT ENGINEER
B. R. WARE, DISTRICT ADMINISTRATIVE SUP'V.

SECURITY NATIONAL BANK BLDG.

MAILING ADDRESS
P. O. BOX 1978
ROSWELL, NEW MEXICO

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

Attention: Mr. A. L. Porter, Jr.

Gentlemen:

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Case No. 3274 is docketed for the Examiner Hearing on Wednesday, July 5, 1965 and is Continental's application for extension of the Skaggs Waterflood. They seek authority to convert 9 additional wells to water injection wells.

Atlantic is an interest owner in the Skaggs Waterflood and we are in support of Continental's application.

Yours very truly,

Van R. Cammack
Van. R. Cammack

VRC:jcb

cc: Mr. N. S. Whitmore
Pan American Petroleum Corp.
P. O. Box 268
Lubbock, Texas

Mr. J. R. Graham
Standard Oil Company of Texas
P. O. Box 1660
Midland, Texas

Mr. G. C. Jamieson
Continental Oil Company
P. O. Box 460
Hobbs, New Mexico

PAN AMERICAN PETROLEUM CORPORATION

P. O. Box 268
Lubbock, Texas 79401
June 28, 1965

File: JET-5436-986.510.1

Subject: Continental's Application for
Expansion, Skaggs Pool Waterflood
Lea County, New Mexico

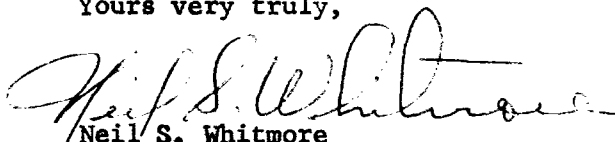
New Mexico Oil and Gas Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico

Gentlemen:

Reference is to the Examiner Hearing scheduled July 7, 1965 to consider Case 8274, Continental Oil Company's application to expand its Skaggs Pool Waterflood Project. The expansion of this project includes nine additional wells to be placed on water injection.

Pan American Petroleum Corporation, as a working interest owner in the subject waterflood project, supports Continental's application in that waste can be prevented and correlative rights protected by this expansion.

Yours very truly,


Neil S. Whitmore
District Production Superintendent

RCS:rl:jb

OIL CONSERVATION COMMISSION
P. O. BOX 871
SANTA FE, NEW MEXICO

July 15, 1965

Mr. Jason Kellahin
Kellahin & Fox
Attorneys at Law
Post Office Box 1769
Santa Fe, New Mexico

Dear Sir:

Enclosed herewith is Commission Order No. R-2940, entered in Case No. 3274, approving the expansion of Continental Oil Company's Skaggs Waterflood Project.

Injection is to be through the 20 authorized injection wells, which shall all be equipped with plastic-coated tubing and packers set as near to the casing shoe or the uppermost perforation as is practicable.

As to allowable, our calculations indicate that when all of the authorized injection wells have been placed on active injection, and a well has been drilled in Unit P of Section 13, Township 20 South, Range 37 East, the maximum allowable which this project will be eligible to receive under the provisions of Rule 701-E-3 is 1806 barrels per day.

Please report any error in this calculated maximum allowable immediately, both to the Santa Fe office of the Commission and the appropriate district proration office.

In order that the allowable assigned to the project may be kept current, and in order that the operator may fully benefit from the allowable provisions of Rule 701, it behooves him to promptly

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

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Mr. Jason Kellahin

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notify both of the aforementioned commission offices by letter of any change in the status of wells in the project area, i.e., when active injection commences, when additional injection or producing wells are drilled, when additional wells are acquired through purchase or unitization, when wells have received a response to water injection, etc.

Your cooperation in keeping the commission so informed as to the status of the project and the wells therein will be appreciated.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

ALP/ir

cc: Mr. Frank Irby
State Engineer Office
Santa Fe, New Mexico

Oil Conservation Commission
Hobbs, New Mexico