OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

November 4, 1968

Mr. Ronald J. Jacobs Skelly Oil Company Post Office Box 1650 Tulsa, Oklahoma 74102

Dear Sir:

Reference is made to Commission Order No. R-3543, recently entered in Case No. 3906, approving the Skelly Langlie Mattix State Pilot Waterflood Project.

Initial injection is to be through the one authorized water injection well, which shall be equipped with plastic-coated tubing set in a packer at approximately 3363 feet. The casing-tubing annulus shall be loaded with a corrosion-inhibited fluid and equipped with a pressure gauge to facilitate detection of leakage in the casing, tubing, or packer.

As to allowable, our calculations indicate that when the authorized injection well has been placed on active injection, the maximum allowable which this project will be eligible to receive under the provisions of Rule 701-E-3 is 252 barrels per day when the Southeast New Mexico normal unit allowable is 42 barrels per day or less.

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 behoves him to promptly 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.

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-2-

Mr. Ronald J. Jacobs Skelly Oil Company Tulsa, Oklahoma 74102

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/DSN/ir

cc: Oil Conservation Commission Hobbs, New Mexico

> Mr. D. E. Gray State Engineer Office Capitol Building Santa Fe, New Mexico

State of New Mexico

Bil Conservation Commission

LAND COMMISSIONER GUYTON B. HAYS MEMBER



STATE GEOLOGIST A. L. PORTER, JR. SECRETARY - DIRECTOR

P. O. BOX 2088 SANTA FE October 31, 1968

Mr. Charles White White, Gilbert, Koch & Kelly Attorneys at Law Post Office Box 787 Santa Fe, New Mexico Re: Case No. 3907
Order No. R-3543 & R-3544
Applicant:

3906

Skelly Oil Company

Dear Sir:

Enclosed herewith is a copy of the above-referenced Commission order recently entered in the subject case. Letter pertaining to conditions of approval and maximum allowable to follow.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/ir

Carbon copy of order also sent to:

Hobbs OCC x
Artesia OCC
Aztec OCC
State Engineer x

Other Mr. Ronald Jacobs



SKELLY OIL COMPANY

P. O. BOX 1650

PRODUCTION DEPARTMENT

TULSA, OKLAHOMA 74102

C. L. BLACKSHER, VICE PRESIDENT

W. P. WHITMORE, MGR. PRODUCTION
W.D. CARSON, MGR. TECHNICAL SERVICES
J. R. TEEL, MGR. JOINT OPERATIONS
GEORGE W. SELINGER, MGR. CONSERVATION

October 1, 1968

Re: Langlie Mattix Pool

Mattix "A" Well No. 4, Unit K Section 2, Township 24 South,

Pare 3906

Range 37 East,

Lea County, New Mexico

New Mexico Oil and Gas Conservation Commission State Land Office P. O. Box 2088 Santa Fe, New Mexico 87501

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

Secretary-Director

Gentlemen:

We are attaching in triplicate our application to conduct a waterflood project in the Langlie Mattix Pool by injection into our Mattix "A" Well No. 4 located in Unit K of Section 2, Township 24 South, Range 37 East, Lea County, New Mexico.

We would appreciate you setting this matter down for the next examiner's hearing which we understand will be October 23, 1968.

Very truly yours,

Ronald J./ Xacobs

RJJ:mw Attach.

cc-Mr. L. C. White w/attach.

DOCKET MAILER

Date 10-11-69

WHITE, GILBERT, KOCH & KELLY (GILBERT, WHITE AND GILBERT)

ATTORNEYS AND COUNSELORS AT LAW

LINCOLN BUILDING

SANTA FE, NEW MEXICO 87501

CARL H. GILBERT (1891-1963) WILLIAM W. GILBERT SUMNER S. KOCH WILLIAM BOOKER KELLY JOHN F. McCARTHY, JR.

October 7, 1968

Mas 3906

POST OFFICE BOX 787

TELEPHONE 982-4301 (AREA CODE 505)

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

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

Secretary-Director

Re: Skelly Oil Company's Application to

conduct a water flood project in the

Lenglie Mattix Pool

Mattix "A" Well No. 4, Unit K, Section 2, Township 24 South, Range 37 East, Lea County, N. M.

Gentlemen:

Please enter the undersigned as local counsel of record for Skelly Oil Company in the above application.

Very truly yours,

Later 1.

L. C. WHITE

LCW: nb

cc: Ronald J. Jacobs

Dordet 10-11-68