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-3544, recently entered in Case No. 3907, approving the Skelly Chaveroo Hobbs "W" Water-flood Project.

Initial injection is to be through the one authorized water injection well which shall be equipped with plastic or cement-lined tubing set in a packer at approximately 4275 feet. The casing-tubing annulus shall be loaded with an 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 all of the authorized injection wells have been placed on active injection, the maximum allowable which this project will be eligible to receive under the previsions of Rule 701-E-3 is 168 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 Samta 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 notify both of the aforementioned Commission offices by letter of any change

OIL CONSERVATION COMMISSION

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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/DSN/ir

CC: Oil Conservation Commission offices in Hobbs and Artesia, N.M. Mr. D. E. Gray, State Engineer Office, Santa Fe, New Mexico

State of New Mexico Bil Conservation Commission

LAND COMMISSIONER GUYTON B. HAYS MEMBER



P. O. BOX 2088 SANTA FE

October 31, 1968

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

Re: Case No. 3907

Order No. R-3543 & R-3544

Applicant:

Skelly Oil Company

Dear Sir:

Mr. Charles White

Attorneys at Law

Post Office Box 787

Santa Fe. New Mexico

White, Gilbert, Koch & Kelly

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

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)
L.C. WHITE
WILLIAM W. GILBERT
SUMNER S. KOCH
WILLIAM BOOKER KELLY
JOHN F. MCCARTHY, JR.

October 7, 1968

Care 3967

POST OFFICE BOX 787

TELEPHONE 982-430! (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: Application of Skelly Oil Company

to water flood Hobbs "W" Well No. 9,

Chaveroo San Andres Pool, Roosevelt County, N. M.

Gentlemen:

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

Very truly yours,

L. C. WHITE

LCW:nb

cc: Ronald J. Jacobs



SKELLY OIL COMPANY

P. O. BOX 1650

PRODUCTION DEPARTMENT

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

TULSA, OKLAHOMA 74102

Case 3907

October 1, 1968

Re: Application to Waterflood Hobbs "W" Well No. 9, Chaveroo San Andres Pool Roosevelt 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 Chaveroo San Andres Pool by injection into our Hobbs "W" Well No. 9 located in Unit F of Section 29, Township 7 South, Range 34 East, Roosevelt 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. (Jacobs

RJJ:mw Attach.

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

DOCKET MARRED

Date 10-11-68

 $J = U_{\bullet} - V_{\bullet}$