

DCC  
Hobbs

To amend

NSP-322

due 10/17/16

Box 38, Hobbs, New Mexico

September 18, 1956

DC-341

due 9/28/16

New Mexico Oil Conservation Commission  
P. O. Box 671  
Santa Fe, New Mexico

Re: IN THE MATTER OF APPLICATION OF SKELLY OIL  
COMPANY FOR AN ADMINISTRATIVE ORDER GRANT-  
ING PERMISSION TO DUAL COMPLETE ITS STATE "F"  
NO. 2 IN THE ELMONT GAS POOL AND THE MONUMENT  
OIL POOL AND FOR AN ORDER FOR A 160 ACRE NON-  
STANDARD GAS PROPRATION UNIT.

Gentlemen:

Come now SKELLY OIL COMPANY, a Delaware Corporation with offices in Tulsa, Oklahoma, and Hobbs, New Mexico, hereby petitioning the Secretary of the New Mexico Oil Conservation Commission for administrative approval for an order granting permission to dual complete its State "F" Well No. 2 as a gas well in the Elmont Gas Pool and an oil well in the Monument Oil Pool and also for an order for a 160 acre non-standard gas proration unit in the Elmont Gas Pool, Lea County, New Mexico, and in support thereof does state:

1. That the petitioner is the operator of a gas lease confined by the SW/4 Section 17, Township 20 South, Range 37 East N.M.P.M., Lea County, New Mexico, and concerns but a single royalty owner.
2. That the petitioner's State "F" No. 2 is located 660' from the south line and 1980' from the east line of the section and was completed March 1937, as a Monument oil well.
3. That the petitioner, in order to meet communitization deadline involving the above acreage, did the following work on its State "F" #2.
  - a. Set a bridge plug at 3488' to shut off Monument Oil Pool production from open hole 3678-3720'.
  - b. Perforated the Penrose Zone of the Elmont Gas Pool from 3348-3450'.
  - c. Tested September 7, 1956, at the rate of 3,040 MCF through open 2 1/2" tubing.

Perforated - what is the result?