CONTINENTAL OIL COMPANY

1710 Fair Building Fort Worth 2, Texes July 13, 1946

New Mexico Oil Conservation Commission Santa Fe, New Mexico Attention: Mr. R. R. Spurrier, Secretary Dear Sir:

Continental Oil Company hereby makes application for assignment of a bonus discovery allowable to the J. E. Skaggs B-23 No. 4 well under provisions of the New Mexico Oil Conservation Commission's Order No. 573, dated September 6, 1944, The location of this well is in the center of the SW/4 of the SE/4 of Section 23, Township 20 South, Range 37 East, Lea County, New Mexico.

At the present time, there are two other producing oil wells on the J. M. Skaggs B-23 lease, both of which were completed in the Ceas Pay Zone, Pennsylvanian in Age, at a depth of approximately 7700 feet.

After cementing 7-inch C.D. casing at 7657, the Skaggs B-23 No. 4 well was drilled to a total depth of 7900 feet. As no oil, gas or water was encountered in the Cass Pay Zone the well was plugged back to a depth of 6837 feet and the casing perforated between 6760 feet and 6837 feet. This zone is in the Yeso (Drinkard) horizon, lower Fermian in Age. After acidizing through perforations with a total of 6,000 gallons, the well was tested on May 20, 1946, for a potential of 111 barrels of oil

COMMENTAL OLLOOMEANY

الال المائية المحاولات المتن على المائن المائي المائية المائية المائية المائية المائية المائية المائية المائية المائية معلاق من التا تحافظهم المتحدة لالمائية المحافظية المعالمة المائية المائية المائية المائية المائية الم المائية المعافظة المائية المائية المائية المائية المائية المحافظة المائية المائية المائية المائية المائية الم المائية المحافظة المائية المائية المحافظة المحافة المحافظية المحافظة المائية المحافظة المائية المحافظة المحافظة المائية المحافظة المائية المحافظة المحافظة المحافظة المحافظة المحافظة المحافظة المحافظة المحافظة المحافظة الم

. We do not the particular states of an effective states that the

, e poer present nume, source and noncernants and non-constructions and sources with means the black of the logicality of a construction of the end of the or the leader ender the sector of the last for the provided former of the end of the

(1) The second structure of the second of the second of the second se

New Mexico Oil Conservation Commission Page 2

and 488 MCF of ges deily flowing through a 1-inch choke on tubing, with a gas-oil ratio of 4,350 cubic feet per barrel of oil.

In order to determine the producing capacity of the well the production was observed for some time prior to filing a request for a bonus discovery allowable. Production of the well slowly declined to approximately 50 berrels of oil per day. On July 4, 1946, the well was acidized from 6770 to 6827 with 1,000 gallons. After acidization the well has been flowing an avorage of 150 barrels of oil per day with a trace of water. The gas-oil ratio has averaged between 1,000 and 1100 cubic feet per barrel of oil.

Enclosed you will find "Application for Bonus Discovery Allowable", prepared on Form C-102, together with a plat of the area surrounding the J. M. Skaggs B-23 lease and a Northwest-Southeast cross-section through the wells on the J. M. Skaggs B-23 lease.

The plat shows the No. 4 well (which produces from the Yeso-Drinkard Fay) circled in red and the No. 2 and 3 wells (which produce from the Cass Pay; circled in black. All other producing oil wells shown on the plat are completed in the Grayburg pay horizon. The cross-section shows that the Cass and Yeso (Drinkard) pays are separate and distinct. Further evidence that Continental et al J. M. Skaggs B-23 No. 4 well is producing from a reservoir separate from other wells in the area, has been the fact that an entre Stitutionan averation of Lieutenan. Ante

end de Could est ent de La Cally - Lomian de Alek - Called - Called Anne enter 198, situt a gesantin vitin est a, Su autico fant per Denres af 195.

In the states to determine the restances, or solvely of the twoand states on observed for some the prior to fitting a formation for a banks discovery allowable. The show of the solt alowly couldnes to accessingtely to beneric of the set day. In daily d, should be add as acceled from the of the set day. In daily d, show an addition the root has note the show that the the state of out day on the transform of the state that the rest of out day of the transform of the set of the set rest of out day of the transformation of the set of the set rest of out day of the transformation of the set of the rest of out day of the transformation of the set of the rest of out day of the transformation of the set of the rest of out day of the transformation of the rest of the set of the transformation of the second follow and the out the transformation for the second follow with the out the out of the set of the second follow and the out the out of the set of the second follow of the out the out of the transformation for the second follow and the out the out of the set of the second follow of the out the out of the out of the set of the second of the out of the out of the out of the out of the set of the second of the out of the out of the out of the out of the set of the second of the out of the set out of the set out of the set out of the out of

burn buen, prespondi un Furm Dobus, bogenson mita a piet of 200 eres e monomular bra do o escano Mombi i ese ved a vertieneretombienet ereca-section through the metro on the for to the cost encl overe.

The part even about the state of a reflicing the second the state the state of the

New Mexico Oil Conservation Coumission Fage 3

recently the New Mexico Gil Conservation Commission approved the New Mexico Nomenclature Committee's recommendation that the subject well be listed in the Weir Pool, a new pool designation.

We hereby respectfully request that Continental Cil Company's J. M. Skaggs 5-23 No. 4 well be assigned a bonus discovery allowable of 33,800 barrels of oil in Lieu of the regular deep well allowable which would normally be assigned to this well.

Yours very truly,

Ne. H. Dul

M. H. DUBRON Region Petroleum Engineer Fort North Region Production and Drilling Tepartment

山D-G示

enos

the reaction of the second velocity of the second second

Locaty of towers at 53,300 bitseld of all in real to the second state inovery allowers of 53,300 bitseld of all in real of the real of real of a summaries and which cours somethy of assumed to this out to the

- contesta - A . A

·

د ما درم الکافیلی د 2015 مارید میں میں در ریادی رومینی 4 ماری المراضی در درم میں 7 میڈ میڈلین اور الکی درم میں المرام میں ا

and the second

-2442