



HOBBS OFFICE OCC

# SKELLY OIL COMPANY

Box 38, Hobbs, New Mexico

July 3, 1961

Re: Skelly's J. C. Johnson Lease  
Unorthodox Gas Proration Unit  
Jalnet Gas Pool

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

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

Gentlemen:

Attached please find four copies of an application to extend the gas proration unit for our J. C. Johnson Well No. 4 from one hundred sixty (160) to three hundred twenty (320) acres. Also attached is a plat showing the present gas unit, proposed gas unit, oil & gas wells, and offset operators.

Yours very truly,

SKELLY OIL COMPANY

H. E. Aab  
District Superintendent

NEA/PDM/e

Attachments:

cc: N.M.O.C.C., P. O. Box 2045, Hobbs, New Mexico  
Western Natural Gas, 823 Midland Tower Bldg., Midland  
Texas  
Resler-Sheldon, 302 Carper Bldg., Artesia, New Mexico  
Samedan Oil Corp., P. O. Box 2137, Hobbs, New Mexico

NEW MEXICO OFFICE OCC

1961 JUL 7 AM 8:21

RE: APPLICATION OF NEW MEXICO OIL COMPANY TO SECURE AN UNORTHODOX GAS PREVENTION UNIT, TO CONSIST OF 320 CONTIGUOUS ACRES IN THE JALINT GAS POOL, LEA COUNTY, NEW MEXICO.

**ILLEGIBLE**

TO: THE HONORABLE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

Re: New Shelly Oil Company, requesting approval of extending a 160 acre unorthodox gas prevention unit in the Jalint Gas Pool, Lea County, New Mexico, from the original gas prevention unit to 640 acres. The applicant respectfully alleges and states as follows:

1. That it is the owner and operator of the J. G. Johnson lease, consisting of 320 acres, described as the E/4 of Section 20, T-22-S, R-37-E, Lea County, New Mexico, and that no diversity of royalty ownership is involved.
2. That it is the owner and operator of the J. G. Johnson Well No. 1, located 640 feet from the north line and 640 feet from the west line of the lease and cushion, and is completed within the vertical limits of the Jalint gas pool as defined by the New Mexico Oil Conservation Commission.
3. That the present unorthodox gas prevention unit consists of 160 acres described as the E/4 of Section 20, T-22-S, R-37-E, Lea County, New Mexico.
4. That the applicant requests extension of the unorthodox gas prevention unit to include the J. G. Johnson lease in entirety, as described in item one (1) above.
5. That the proposed extension, i. e., the E/4 of Section 20, can reasonably be expected to be productive of gas from the Jalint gas pool.
6. Production tests indicate that:
  - (a) The J. G. Johnson Well No. 1 is capable of a monthly gas production of 92,958 MCF, whereas the highest monthly allowable assigned it during the previous year has been 11,140 MCF.
  - (b) The well is capable of producing in excess of the assigned allocation, should approval be granted this application.
7. That a plat showing the above described lands and all offset properties indicating well locations and lease ownership to the best of our knowledge is hereto attached.
8. That all offset operators have been notified with a copy of this application by registered mail.

Therefore, in the interest of conservation, protection of correlative rights, and to prevent undue hardship, the applicant requests that the Secretary of the Commission administratively grant approval of this application, enabling said applicant to operate the above described lands as a single unit.

Respectfully submitted,

NEW MEXICO OIL COMPANY

*A. E. Cab*