

STATE OF NEW MEXIÇO

ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178

Date: ful-11, 1991		
Oil Conservation Division P.O. Box 2088 Santa Fe, NM 87504-2088		
Proposed NSL Proposed WFX Proposed NSP Prop	posed DHC	
Gentlemen:	thy less comp.	
I have examined the application received of	on Dec 17,1990	
for the Merrin Ordan Son Corp. (OPERATOR LI	EASE & WELL NO.	
and my recommendations are as follows:		
Yours truly,		
3.9		

MERRION OIL & GAS CORPORATION



610 REILLY AVE. • P. O. Box 840

FARMINGTON, NEW MEXICO 87499

December 12, 1990



OIL CON. DIV.

Mr. David Catanach New Mexico Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87503

RE: Request for Administrative Approval on Tubingless Completions

Dear Mr. Catanach:

We request administrative approval for tubingless completions in the following four wells:

WELL	LOCATION
Canyon Largo Unit #302	(J) Section 3, T24N, R6W
Canyon Largo Unit #304	(C) Section 11, T24N, R6W
Canyon Largo Unit #311	(F) Section 3, T24N, R6W
Salazar G 34-1	(K) Section 34, T25N, R6W

These wells have all been producing with piston lift for some time. We have recently pulled the tubing and installed a Concoyle "casing piston" in an effort to increase the production rate from the wells. We received verbal approval from the NMOCD in Aztec to install the casing pistons strictly on a test basis with the understanding that we would eventually need administrative approval from Santa Fe.

A diagram of the casing piston is attached. The main advantages of the casing piston over a tubing piston are as follows:

- a) The casing piston removes <u>all</u> the fluid off of the perforations when it trips as opposed to just the fluid in the tubing. That decreases the back pressure on the formation and increases the flow rate.
- b) There is no "annular back pressure" on the formation when the piston is up, again increasing the flow rate.
- Because the casing piston removes more fluid per run than a tubing piston, fewer runs are required, and thus, the wells are producing down the line for more hours of the day than before.

Mr. David Catanach NMOCD Page Two December 12, 1990

We are excited about the potential of this new tool and have numerous other applications if the test results are positive. Because the wells will produce at higher rates, they will ultimately recover more reserves and thus, protect correlative rights.

Please call me at (505) 327-9801 if you have any questions.

Sincerely,

George F. Sharpe

Engineer

Attachments

CC: √NMOCD-Aztec, NM

Warren Blakemore-Concoyle

Steve Dunn Well Files