Entered June 11, 1964

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

CASE No. 3046 Order No. R-2716

APPLICATION OF MARATHON OIL COMPANY FOR A TRIPLE COMPLETION AND A NON-STANDARD OIL PRORATION UNIT, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on May 27, 1964, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 3rd day of June, 1964, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, Marathon Oil Company, seeks authority to complete its State Warn A/c l Well No. 3, located in Unit F of Section 31, Township 17 South, Range 35 East, NMPM, Lea County, New Mexico, as a triple completion (tubingless) to produce oil from the Vacuum-Glorieta, North Vacuum-Abo, and Vacuum Wolfcamp Pools, Lea County, New Mexico, through parallel strings of 2 7/8-inch tubing cemented in a common well bore.
- (3) That the applicant also seeks approval of an 80-acre non-standard oil proration unit in the North Vacuum-Abo and Vacuum-Wolfcamp Pools comprising the SE/4 NW/4 and NE/4 SW/4 of Section 31, Township 17 South, Range 35 East, NMPM, Lea County, New Mexico, to be dedicated to the State Warn A/c 1 Well No. 3.

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- (4) That the mechanics of the proposed triple completion are feasible and in accord with good conservation practices.
- (5) That approval of the subject application will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant, Marathon Oil Company, is hereby authorized to complete its State Warn A/c 1 Well No. 3, located in Unit F of Section 31, Township 17 South, Range 35 East, NMPM, Lea County, New Mexico, as a triple completion (tubingless) to produce oil from the Vacuum-Glorieta, North Vacuum-Abo, and Vacuum-Wolfcamp Pools, Lea County, New Mexico, through parallel strings of 2 7/8-inch tubing cemented in a common well bore;

PROVIDED HOWEVER, that the applicant shall complete, operate, and produce said well in accordance with the provisions of Rule 112-A of the Commission Rules and Regulations insofar as said rule is not inconsistent with this order;

PROVIDED FURTHER, that the applicant shall take zone segregation tests upon completion and annually thereafter during the Gas-Oil Ratio Test Period for the Vacuum-Wolfcamp Pool.

- (2) That an 80-acre non-standard oil proration unit in the North Vacuum-Abo Pool comprising the SE/4 NW/4 and NE/4 SW/4 of Section 31, Township 17 South, Range 35 East, NMPM, Lea County, New Mexico, is hereby established and dedicated to the Marathon Oil Company State Warn A/c 1 Well No. 3.
- (3) That an 80-acre non-standard oil proration unit in the Vacuum-Wolfcamp Pool comprising the SE/4 NW/4 and NE/4 SW/4 of Section 31, Township 17 South, Range 35 East, NMPM, Lea County, New Mexico, is hereby established and dedicated to the Marathon Oil Company State Warn A/c 1 Well No. 3.
- (4) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

ACK M. CAMPBELL Chairman

E. S. WALKER, Member

A. L. PORTER, Jr., Member & Secretary

SEAL