

Case No.

1472

Application, Transcript,
Small Exhibits, Etc.

CASE 1472: ~~State~~ -Continent Oil Co.
application for oil-oil dual of its State Land
15 Well #3, 16-21S-37E.

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. 1472
Order No. R-1223

APPLICATION OF SUNRAY MID-CONTINENT
OIL COMPANY FOR AN OIL-OIL DUAL
COMPLETION IN THE DRINKARD POOL AND
THE BLINEBRY OIL POOL IN LEA COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on June 11, 1958, at Santa Fe, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 21st day of July, 1958, the Commission, a quorum being present, having considered the application, the evidence adduced and the recommendations of the Examiner, Daniel S. Nutter, 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 case and the subject matter thereof.

(2) That the applicant, Sunray Mid-Continent Oil Company, is the owner and operator of the State Land "15" Well No. 3, located 660 feet from the South line and 1980 feet from the East line of Section 16, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

(3) That the applicant proposes to dually complete the said State Land "15" Well No. 3 in such a manner as to permit the production of oil from the Drinkard Pool and the production of oil from the Blinebry Oil Pool through parallel strings of tubing.

(4) That the mechanics of the proposed dual completion are feasible and in accord with good conservation practices.

(5) That approval of the subject application will not cause waste nor impair correlative rights.

(6) That the subject application should be approved.

IT IS THEREFORE ORDERED:

That the applicant, Sunray Mid-Continent Oil Company, be and the same is hereby authorized to dually complete its State Land "15" Well No. 3, located 660 feet from the South line and 1980 feet from the East line of Section 16, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico, in such a manner as to permit the production of oil from the Drinkard Pool and the production of oil from the Blinebry Oil Pool through parallel strings of tubing.

PROVIDED HOWEVER, That subject well shall be completed and thereafter produced in such a manner that there will be no commingling within the well-bore, either within or outside the casing, of gas, oil and gas, or oil produced from either or both of the separate strata,

PROVIDED HOWEVER, That prior to the actual dual completion the operator shall make pressure tests of the casing to prove that no casing leaks exist. In the event a casing leak is apparent the operator shall take appropriate steps to adequately repair the leak. The results of these tests shall be reported to the Commission on Form C-103.

PROVIDED FURTHER, That upon the actual dual completion of such subject well applicant shall submit to the appropriate District Office of the Commission copies of Oil Conservation Commission Form C-103, Form C-104, Form C-110, and Form C-122, outlining the information required on those forms by existing Rules and Regulations, and two copies of the electric log of the well.

PROVIDED FURTHER, That said subject well for dual completion and production shall be equipped in such a way that reservoir pressures may be determined separately for each of the two specified strata, and further, be equipped with all necessary connections required to permit recording meters to be installed and used at any time as may be required by the Commission or its representatives, in order that natural gas, oil, or oil and gas from each separate stratum may be accurately measured and the gas-oil or gas-liquid ratio thereof determined, and

PROVIDED FURTHER, That the operator shall make any and all tests, including segregation and packer-leakage tests upon completion and annually thereafter during the Annual Gas-Oil Ratio Test Period for the Drinkard Pool, commencing in the year 1959, and whenever the packer is disturbed, but not excluding any other tests and/or determinations as deemed necessary by the Commission; the original and all subsequent tests shall be witnessed by representatives of offset operators if any there be at their election, and the results of each test, properly attested to by the applicant herein and all witnesses, shall be filed with the Commission within fifteen (15) days after the completion of such tests, and further, that applicant shall file with the Commission in duplicate a packer-setting affidavit, which affidavit shall be due within fifteen (15) days of the dual completion or whenever the packer is disturbed, and

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Case No. 1472
Order No. R-1223

PROVIDED FURTHER, That upon the actual dual completion of such subject well, applicant shall submit to the Commission a diagrammatic sketch of the mechanical installation which was actually used to complete and produce the seal between the strata, and a special report of production, gas-oil ratio or gas-liquid ratio, and reservoir pressure determination for each producing zone or stratum immediately following completion.

IT IS FURTHER ORDERED, That jurisdiction of this cause is hereby retained by the Commission for such further order or orders as may seem necessary or convenient for the prevention of waste and/or protection of correlative rights; upon failure of applicant to comply with any requirement of this order after proper notice and hearing the Commission may terminate the authority hereby granted and require applicant or its successors and assigns to limit its activities to regular single-zone production in the interests of conservation.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



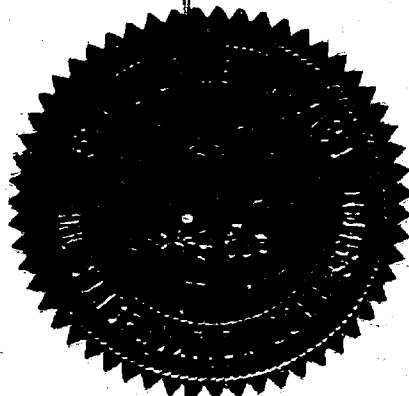
EDWIN L. MECHEM, Chairman



MURRAY E. MORGAN, Member



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



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10/10 OK 6/14

OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO

Date June 12, 1958

CASE NO. Case 1472

HEARING DATE 9:00 A.M. 6/11/58 DSN SF

My recommendations for an order in the above numbered case(s) are as follows:

Enter an order approving the dual completion of applicant's State Land 15 Well No. 3. Although applicant proposes to use one string of 2 1/16 inch Hydril CS Joint tubing and one string of 1 1/2 regular tubing in this well and that both zones are classified as oil zones I believe that in this instance a mechanical installation of this type will be acceptable. In all probability upon recompletion applicant will have a gas well in the Blinebry rather than an oil well. Even if upon recompletion applicant's well remains an oil well in the Blinebry, ^{there is} a very good likelihood that the Drinkard zone will be depleted long before the Blinebry zone would ever have to be pumped. As a matter of fact it is extremely doubtful whether the Blinebry zone would ^{ever} have to be pumped prior to its depletion.

Karl Miller
~~Staff Member~~
Examiner

BEFORE THE
OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO

IN THE MATTER OF:

CASE NO. 1472

TRANSCRIPT OF HEARING

DEARNLEY - MEIER & ASSOCIATES
GENERAL LAW REPORTERS
ALBUQUERQUE NEW MEXICO
Phone CHapel 3-6691

June 11, 1958

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BEFORE THE
OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO
JUNE 11, 1958

IN THE MATTER OF:

CASE NO. 1472 Application of Sunray Mid-Continent
Oil Company for an oil-oil dual com-
pletion. Applicant, in the above-
styled cause, seeks an order author-
izing the dual completion of its
State Land 15 Well No. 3, located 660
feet from the South line and 1980
feet from the East line of Section
16, Township 21 South, Range 37 East,
Lea County, New Mexico, to permit the
production of oil from the Drinkard
Pool and oil from the Blinebry Oil
Pool through parallel strings of tub-
ing.

BEFORE:

Daniel S. Nutter, Examiner.

T R A N S C R I P T O F P R O C E E D I N G S

MR. NUTTER: Next case on the docket is Case 1472.

MR. PAYNE: Application of Sunray Mid-Continent Oil Company
for an oil-oil dual completion.

MR. NUTTER: Would you proceed, please?

MR. LOAR: Swear the witness in, please.

(Witness sworn)

DONALD E. HALL,

called as a witness, having been first duly sworn on oath, testified
as follows:

DIRECT EXAMINATION

BY MR. LOAR: :

Q State your name and company by whom you are employed.

A I am Donald E. Hall. I am employed by the Sunray Mid-Continent Oil Company as senior petroleum engineer for the North-west-Texas-New Mexico District.

Q Have you previously testified as a petroleum engineer before this Commission and had your qualifications accepted?

A Yes, sir, and they have been accepted.

MR. LOAR: : Are they acceptable, Mr. Nutter, or otherwise I will qualify him?

MR. NUTTER: Please proceed. His qualifications are acceptable.

Q This is the application of Sunray Mid-Continent Oil Company for an Order permitting the dual completion of State Land 15 Well No. 3 as an oil well in the Blinbry Pool, and as an oil well in the Drinkard Pool in Lea County, New Mexico to produce through dual strings of tubing. Are you familiar with this application?

A Yes, sir.

Q Have you prepared a plat of the area involved?

A Yes, sir.

Q Will you have that marked as Exhibit No. 1 and discuss the plat; the history of the well involved?

A Exhibit No. 1 is a plat of area around our State Land 15 lease, and shows wells on the plat which are producing from the

Blinebry and Drinkard Pools. Our State Land 15 lease is outlined in blue. The solid dots are Drinkard Wells. The wells circled in red are Blinebry gas wells. They are numerous dual completions which are signified by a solid dot, and the gas well insignia encircled in red. The State Land 15 No. 3 is located 660 feet from the South line, 1980 feet from the East line of Section 16, Township 21 South, Range 37 East. It was completed as an oil well in the Drinkard Pool June the 12th, 1947; total depth 6,660 feet, has been producing through perforations from 6,540 to 6,635. Thirteen and three-eighths inch OD casing was set at 215 feet, cemented 250 sacks cement. Eight and five-eighths inch OD casing set at 2,878 feet and cemented with 1600 sacks of cement. And five and a half inch OD casing was set at 6659, cemented with 500 sacks of cement.

Q Incidentally, Mr. Hall, you have a calculated fill-up of the cement behind the five and a half inch?

A It's approximately 4,000 feet from the surface.

Q All right, --

A This Commission, by its administrative Order No. DC-67 issued February the 15th, 1954, authorized the gas-oil dual completion for Well No. 3, with the Drinkard zone producing through the tubing and the Blinebry zone of the Blinebry Gas Pool producing from the -- between the tubing and casing, the casing tubing analysis. This well dual completion was then completed March the 26th, 1954 with the Blinebry producing through perforations from 5,600 to 5,700 feet, and the Drinkard producing through perforations

6,540 to 6,535. A Baker Model DMR packer was set between the two zones at 6,470 with two and a half inch tubing set in the packer.

Q What is the current gas-oil ratio and the gravity of the Blinebry completion in Well No. 3 now?

A The Blinebry has a gas-oil ratio of 2,152 cubic feet per barrel on the last gas-oil ratio survey, and a gravity of 41 degrees API.

Q And what do the Blinebry Rules provide for the classification of oil and gas wells in this Pool?

A Rules Nos. 2 and 18 of Order No. R-610-B, special rules and regulations for the Blinebry Oil Pool and special rules and regulations for the Blinebry Gas Pool state that a well producing liquid hydrocarbons from the Blinebry zone with a gravity of less than 51 degrees API and with a producing gas liquid hydrocarbon ratios of less than 32,000 cubic feet per barrel should be classified as an oil well.

Q Does this well, then, meet the qualifications of an oil well?

A Yes, it meets the qualifications of an oil well and not a gas well.

Q All right, will you now have your Exhibit No. 2 marked and discuss it briefly?

A Exhibit No. 2 is a section of gamma ray neutron -- gamma ray neutron log of our State Land 15 Well No. 3. It shows the vertical limits of the Blinebry Pool, the vertical limits of the Drinkard

Pool, down to the total depth of this well, and also shows the vertical limits of the Tubb Pools which is in between the Blinebry and Drinkard Pools. Also on this log we show in a solid section the present Drinkard perforations and the present Blinebry perforations. I have crosshatched additional perforations which we intend to perforate at the time of workover, of the proposed workover of -- when we plan to run the two strings of tubing.

Q. Incidentally, do you believe that this additional perforated interval in the Blinebry will increase your productivity and possibly your gas-oil ratio?

A. As these two sections have better permeability than where we are now perforating, I am sure they will increase our productivity. It is quite possible that they will also increase the gas, but I do not know for sure. I might add that other wells in the vicinity have perforated more or less the additional intervals I have crosshatched here.

Q. And they are producing as --

A. They are producing as gas wells.

Q. Will you now have Exhibit No. 3 marked and discuss it?

A. Exhibit 3 is a schematic drawing of the proposed two-string dual completion. It has five and a half inch fifteen and a half pound casing set at 6,659 feet, Baker Model D5R packer is at 6,470 feet. We propose to run two and a sixteenth inch Hydril CS tubing through the Baker packer; through the sixteenth inch Hydril we will produce the Drinkard zone. We also intend

to run one and a half inch regular tubing and set it at a depth of approximately 5,570 feet and produce the Drinkard. I mean, produce the Blinebry. Each zone will be produced through a separate string of tubing, through separate flow lines and into separate separators and storage tanks.

Q I believe you've also prepared an Exhibit No. 4 to show the clearances involved in this type of installation, haven't you?

A Yes, sir.

Q Will you please briefly discuss that Exhibit?

A Exhibit No. 4 is a full scale sectional drawing showing the clearance of two and a sixteenth Hydril tubing and inch and a half regular tubing in five and a half inch OD fifteen and a half pound casing. As shown on the diagram, the five and a half inch casing had an ID of 4.950 inches, a drift of 4.825 inches. The left, two and a sixteenth inch Hydril tubing has a maximum joint OD of 2.330 inches. It has an ID of 1.780 inches, and a drift of 1.656 inches. On the right, inch and a half regular tubing has a maximum joint OD 2.200 inches, and ID of 1.610 inches, a drift of 1.516 inches. Below the drawing I've shown both strings of tubing with specifications in a tabular form. The two and a sixteenth inch Hysril and the one and a half inch regular tubing would have a clearance with a drift of .295 inches, in the five and a half inch fifteen and half pound casing.

Q All right. Now, will you please comment on your proposed production and testing procedures, if this dual completion as pro-

posed, is granted?

A Since each zone is producing through separate strings of tubing to separate flow lines, separators and stock tanks, bottom hole pressures and gas-oil ratios and other production tests can be taken the same as on a single completion. The clearance in each string of tubing is sufficient to run bottom hole pressure recording gauges. A standard packer leakage test as required by the New Mexico Oil Conservation Commission can easily be taken. We plan to use the same packer as used on the -- that is in the well at present. There is such a difference in the well zone perforations and gravities that a leak permitting communication of the two zones would be readily evident. The Drinkard has a gravity of 37.4 degrees API, the Blinebry, 41 degrees API. The flow, in this instance, will be at least as efficient in the inch and a half regular tubing and two and sixteenth inch Hydril tubing as in two and three-eighths inch OD tubing. This is primarily due to the slippage, or the dropping back of oil as the gas goes by, which would be increased in a larger size tubing because of the velocity, and the cross section of the area of the tubing is greater. There have been many instances that wells have ceased to flow through the annular space and yet resumed production when the flow is injected through the tubing. We realize that there is a greater friction through smaller tubing, but in the range of tubing we are planning to use and the depth and the rates of production, friction should not be a factor.

Industry does not question the flow efficiency of the two and three-eighths inch tubing to produce a relative high volume of fluid. In this instance we are talking about a relatively low volume of fluid. I believe the top allowable for a Blinebry oil well would be approximately 4 1/4 barrels a day, and through inch and a half tubing, which has an ID of approximately 80 percent of the two and three-eighths the range of liquid production contemplated here falls well within the range of the efficient production. Paraffin does accumulate somewhat in the Drinkard Wells. We have found it profitable to set up a schedule to cut paraffin three times a year. This paraffin is usually found from the surface to a depth of 300 to 700 feet below the surface. We do not believe paraffin to be a problem in the Blinebry wells. We have never experienced any trouble with Blinebry paraffin. I doubt if paraffin will be more of a problem in the smaller size tubing. Producing size tubing will increase the velocity and allow less time for cooling to occur, and also in the Drinkard tubing, which is Hydril tubing, it does not have recesses in which paraffin starts to accumulate. Paraffin cutting tools are available for cutting paraffin in both the two and a sixteenth inch Hydril tubing and inch and a half regular tubing.

Q Now, then, Mr. Hall, will you discuss the type of reservoir that we have in the Drinkard and Blinebry?

A I have prepared Exhibits Nos. 5 and 6. Exhibit 5 is a data sheet showing production data on the wells in the immediate vicinity

of our lease. I have prepared it to use to show that our Drinkard production and the wells in the vicinity are more or less the same. The Drinkard Pool is a solution gas drive reservoir. It has an average gas-oil ratio of 11,800 cubic feet per barrel. The initial bottom hole pressure was 2660 PSIG. Present bottom hole pressure is approximately a thousand PSIG. There are now 378 flowing wells, 60 pumping wells, and 7 gas lift wells in the Drinkard.

MR. NUTTER: How many flowing wells, -- excuse me.

A 378.

MR. NUTTER: And 60 pumpers?

A 60 pumpers, 7 gas lifts. Most of the pumping wells are edge wells or in areas of low permeability. Our State Land 15 Well No. 3 is a flowing well and has a tubing pressure of 600 pounds. It had a gas-oil ratio of 7100 Cubic feet per barrel on the last GOR survey.

Exhibit No. 6 is a decline curve I have prepared showing average daily production rate versus cumulative production. This well has accumulated production of approximately 133,000 barrels of oil and no water, and is capable of making approximately 10 barrels of oil a day.

MR. NUTTER This is from the Drinkard?

A This is from the Drinkard, yes. Based on this decline curve, on our extrapolating from it, we predict that the maximum oil recovery from it will be less than 20,000 barrels more of oil before reaching its economic limit. We

believe that the history on this well and surrounding wells shows that the State Land 15 No. 3 Drinkard will flow to its economic limit.

Q Now, then, will you briefly discuss the Blinebry?

A I have also prepared a Blinebry gas pool production data sheet which shows the production statistics, latest GOR, gravity; shows which wells are duals and the number of acres assigned to each well, on all of the wells on the plat on Exhibit 1. The Blinebry reservoir is largely a gas condensate reservoir. It has 124 gas condensate wells. As of January the 1st, 1958, it has produced 365,085 barrels of liquids, 21,000,634 MCF of gas, --

Q Excuse me, --

A -- 21,000,634,000 MCF of gas with a pressure decline from approximately 2300 pounds per square inch, gauge, to approximately 2,060 PSIG.

MR. NUTTER: Mr. Hall, excuse me for interrupting. Are you referring to the Blinebry Gas Pool?

A The Blinebry Gas Pool.

Q Not the Blinebry Oil Pool.

A Yes. This does not have any oil wells in the production data.

Q And so these 124 gas condensate wells are classified as gas wells?

A Yes. I will get into the oil wells immediately. The Blinebry also has 13 flowing wells, and 7 pumping wells which are clas-

sified as oil wells. The pumping wells are all edge wells. There are several low gas-oil ratio wells in the midst of the pool which are surrounded by high gas-oil ratio wells.

Our State Land 15 No. 3 Blinebry is now producing against a line pressure of approximately 500 pounds per square inch gauge and producing through the tubing casing annulus. It loads up due to fluid slippage and is not capable of producing very easily into this line pressure. It is certainly capable of flowing against a low line pressure and will be even more efficient through tubing. We believe the productivity can be increased by perforating the additional sections I have shown on Exhibit 2, and this well should be a top allowable Blinebry oil pool well which should flow long after the Drinkard is economically depleted.

Q Do you believe that this well will flow -- this Blinebry completion will flow to depletion?

A I believe that it will flow close to depletion. It certainly will flow a long time longer than the Drinkard.

Q Will you please comment briefly concerning the feasibility of artificial lift if either of these zones should not flow to depletion?

A We believe that both zones will flow to depletion, but we can artificially lift either zone or both zones simultaneously if we have to. The Drinkard will have two and a sixteenths inch Hydril tubing. We -- in installing pumping equipment, we would probably use a slim hole three-quarter inch rod which has a

maximum box OD of one and one half inches. This rod can be purchased with a yield to withstand 17,600 pounds peak polish rod load and our load on this well would be considerable less than 13,000 pounds. There are a number of installations of this type presently being used. The Blinebry zone will have inch and a half regular tubing and we are advised that the Blinebry will flow to economic depletion. If it does not, and the Drinkard is still producing, which is doubtful, we can at that time run five-eighths inch slim hole rods in inch and a half tubing or install another additional string of two and a sixteenth inch Hydril tubing which will clear it. Two strings of two and a sixteenth inch Hydril tubing will clear the drift of five and a half inch fifteen and a half pound casing. We do not believe that the reservoir and well performances justify the additional expenses of installing a string of two and a sixteenth inch Hydril tubing for the Blinebry, since the Blinebry will flow far past the time the Drinkard has reached economic depletion.

Q Will you discuss briefly the reserves and economics involved concerning these two zones.

A I have estimated the cost of drilling and completing a Drinkard well to be approximately \$85,000; the cost to drill a Blinebry well approximately \$74,000. We cannot afford to drill a well to the Drinkard or Blinebry for a maximum recovery of 20,000 barrels of oil left in the Drinkard.

Q If this dual completion is not granted, will this State Land

15 lease be drained by offsetting wells?

A Yes, since we are offset in the Blinebry to the north, the east and the south, --

Q Do you believe that the approval of this application will be in the interest of the conservation and protect correlative rights?

A I do.

Q Has each of these Exhibits been prepared by you or under your supervision?

A Yes, sir, they have.

MR. KELLAHIN: We would like to offer Exhibits 1 through 7 at this time.

MR. NUTTER: Without objection, Sunray's Mid-Continent Exhibits 1 through 7 will be entered as evidence in this case.

MR. KELLAHIN: That's all I have, Mr. Nutter.

CROSS EXAMINATION

BY MR. NUTTER;

Q Mr. Hall, first of all, I want to say you covered this very thoroughly. You anticipated every question I had.

I noted from your Exhibits and you also stated that when you go into this well and work the Blinebry zone over you plan to open up additional sections both above and below the present perforated interval, is that correct?

A Yes. I believe if you study the log of -- the neutron curve shows that there is considerable porosity in both of these sections

I have marked, and the gamma ray curve shows that they are fairly clean sections.

Q Do you anticipate that the upper portion of the additional perforations will yield more gas after completion?

A Frankly, I don't know. I believe it is very possible since we have wells to the north, well, all of the wells shown immediately around our lease have considerable more gas than our well does.

Q And are they open in the entire section which you propose to have opened in your well after recompletion?

A Generally they are opened through about the same sections as I intend to have opened in this well, and in some cases they -- the porosity opens up a little different than it does in State Land 15 Well No. 3.

Q Now, referring to your Exhibit No. 1, your No. 3 Well is in the center and on a direct line with Amerada No. 4 and Hunt Weatherly No. 3?

A That is correct.

Q Now, I note from Exhibit No. 7, and both of those wells are Blinbry gas wells, correct?

A That is correct.

Q Now, I note from Exhibit No. 7 that Amerada State DA No. 4 is without doubt a Blinbry gas well, having a gravity of 61 and a GOR of 50,000 to 1 --

A That is right.

Q Do you have any information at all on the Hunt Weatherly

No. 3?

A The Hunt Westbury No. 3. The well was not completed in time for this survey. We do not have any production figures. I believe a survey -- let's see, I am not sure when the next survey is, but I understand that it is a fairly gaseous well.

Q Have you seen any completion data on the well since it was completed?

A Yes, I looked through the files of that well.

Q And it is classified as a gas well?

A It is.

Q So there is a good probability, is there not, that upon re-completion of your Blinbry section your well will be classified as a gas well?

A I cannot readily understand why our well is -- has a low ratio right now.

Q You mentioned, I believe, that you could run slim hole pumping rods or slim string pump rods or something --

A Slim hole rods, yes, sir.

Q -- in this one and a half inch regular tubing?

A You can. It isn't a standard item of equipment, but from two different rod manufacturers their specifications show that you can run rods that have a maximum boxed diameter of one and three-eighths inches. Now, they would be rods that would have the strength of regular five-eighths rods.

Q Doesn't leave much room for fluid, does it?

A Well, I believe, considering the drift diameter of inch and a half regular tubing, which is slightly over one and a half inches, that it would be sufficient. Five-eighths rods have been used in wells that produce from 6,000 feet, and where they are not heavily loaded, they couldn't have very much fluid load.

Q Mr. Hall, is it objectionable at this time to run parallel strings of two and a sixteenth inch Hydril?

A We do not consider that the two and a sixteenth inch Hydril is necessary for the Blinbry to recover the additional oil from the Drinkard. We cannot afford to spend too much money before we plug off the Drinkard.

Q However, any investment in tubing strings is subject to a salvage value at the end of the operation of the well, is it not?

A Yes, sir, Hydril tubing, I don't know how readily that could be used, but it does cost over a dollar a foot, more than inch and a half regular tubing, which would be --

Q How does it compare in cost with the regular two inch tubing

A Well, regular two inch tubing, I believe, runs about one dollar sixty-three to one dollar sixty-five cents. I am not sure, it is in that range. Two and a sixteenth Hydril, I believe, is about a dollar fifty-five, a dollar sixty, I am not sure; it is in that range. I am not sure just exactly what the cost is.

Q What portion of the pool is this in?

A This is in the north end of the pool. I think the closest well in the Terry-Blinebry Pool is approximately two and a half miles to the northeast.

Q You mentioned there were several wells that were classified as gas wells, but were on the pump, I believe. Is that correct?

A Not as gas wells; as oil wells.

Q I see. You also stated that most of these pump wells, however, are edge wells.

A That is correct.

Q Is your well so located that it could be considered as an edge well?

A No, sir. Most of the oil wells are producing -- that are producing from the Blinebry zone are to the south end of the field. There is one which Continental -- I have it circled in green; I believe it is Section 17, Continental Lockhart "A" No. 3 that is classified as an oil well. There is -- that one is on the pump and the porosity lessens on the west side of this area. Just north of the map, I believe Humble has a flowing well that is classified as a Blinebry oil well.

Q You stated there were 12 1/2 gas condensate wells in this pool?

A I believe. Yes, that's right.

Q And those are all classified as gas wells?

A Yes, sir. There are 12 1/2 wells in the Blinebry gas --

Q And how many wells are classified as oil wells in the pool?

A Thirteen flowing wells and seven pumping wells.

Q So there is a total of just twenty wells that are classified as oil wells?

A That's right.

Q Has -- now, what has caused your well to be subject to reclassification as an oil well? Is it the change in the GOR, or a change in gravity?

A Both. The gravity is less than the field Rules require to be classified as a gas well, and so is the gas-oil ratio.

Q Has there been any trend established, any change in the GOR since its completion in 1954?

A I do not have that data with me. It has or should have been classified as an oil well some time previous to this date. I believe we have just finished taking a test on this well. I understand the gas-oil ratio was higher, but I do not have that data.

Q What was the original gravity in the Blinebry?

A I am sorry. I do not have that data. I could --

Q Had the well ever produced from the Blinebry prior to the time it was actually completed in that formation in 1954?

A No, sir.

Q So the only production history from the Blinebry has been since March, 1954, then?

A Yes.

Q I wonder if you could furnish us with a gravity by the period -- gravity as measured in this well from the time that it was completed in the Blinebry and also the gas-oil ratios to date?

A Okay. Yes. They take those twice a year, I believe.

MR. NUTTER: Are there any further questions of the witness?

MR. LOAR: I have one, Mr. Nutter.

Q (By Mr. Loar) Mr. Hall, is the substance of your testimony to the effect that the Drinkard and Blinebry will flow to depletion so that economics do not justify or you would not recommend on the basis of economics installing two and a sixteenth inch Hy-drill for the production of the Blinebry?

A Yes, sir.

MR. LOAR: That's all.

MR. NUTTER: Are there any further statements in this case? If there are no further statements in Case No. 1472, we will take the case under advisement and the hearing is adjourned.

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I, J. A. TRUJILLO, Notary Public in and for the County of Bernalillo, State of New Mexico, do hereby certify that the foregoing and attached Transcript of Proceedings before the New Mexico Oil Conservation Commission was reported by me in stenotype and reduced to typewritten transcript by me and/or under my personal supervision, and that the same is a true and correct record to the best of my knowledge, skill and ability.

Joseph G. Ferguson
Notary Public

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 1872 heard by me on 6-11 1958.

Amelia J. [Signature] Examiner
New Mexico Oil Conservation Commission

DOCKET: EXAMINER HEARING JUNE 11, 1958

Oil Conservation Commission 9 a.m., Mabry Hall, State Capitol, Santa Fe, NM

The following cases will be heard before Daniel S. Nutter, Examiner:

- CASE 1337: Application of Gulf Oil Corporation for an order amending Order R-1093. Applicant, in the above-styled cause, seeks an order amending Order R-1093 to provide for the commingling, in exception to Rule 303, but only after separate measurement, of oil produced from the Fusselman, Ellenburger, and McKee formations underlying its Learcy McBuffington Lease, comprising the S/2 of Section 13, Township 25 South, Range 37 East, Lea County, New Mexico, and the transfer of said production by means of automatic custody transfer equipment, in exception to Rule 309 (a); applicant also seeks authority to commingle the production, after separate measurement, from the Blinebry and Drinkard formations and the Langlie-Mattix Pool underlying the above-described McBuffington Lease, and to transfer said production by means of automatic custody transfer equipment. Applicant further seeks authority to produce more than 16 wells into each of the common transfer facilities described above, in exception to Rule 309 (a).
- CASE 1341: Application of Jal Oil Company, Inc. for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its Sarkeys Well No. 2, located 660 feet from the North and West lines of Section 25, Township 21 South, Range 37 East, Lea County, New Mexico, in such a manner as to permit the production of oil from the Blinebry Oil Pool and oil from the Tubb Gas Pool through parallel strings of tubing.
- CASE 1464: Application of Amerada Petroleum Corporation for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its Ida Wimberley Well No. 3, located 1980 feet from the South line and 990 feet from the West line of Section 24, Township 25 South, Range 37 East, Lea County, New Mexico, in such a manner as to permit the production of oil from the Fusselman adjacent to the Justis-Fusselman Pool, and oil from the Drinkard formation adjacent to the Justis-Drinkard Pool through parallel strings of tubing.
- CASE 1465: Application of Magnolia Petroleum Company for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its New Mexico "S" No. 1 Well, located 990 feet from the North line and 1650 feet from the East line of Section 2, Township 16 South, Range 32 East, Lea County, New Mexico, in such a manner as to permit the production of oil from the Wolfcamp formation adjacent to the Anderson Ranch-Wolfcamp Pool and oil from the Anderson Ranch-Devonian Pool through parallel strings of tubing.

- CASE 1466: Application of Tidewater Oil Company for an exception to Rule 309 of the Commission Rules and Regulations. Applicant, in the above-styled cause, seeks an order authorizing the installation of automatic custody transfer equipment with positive displacement meters and automatic sampling equipment and other related facilities to receive, measure, and transfer custody of oil from the Justis-Ellenburger Pool produced from the wells located on its Coates "C" Lease, which comprises the E/2, SE/4 NW/4, and NE/4 SW/4 of Section 24, Township 25 South, Range 37 East, Lea County, New Mexico.
- CASE 1467: Application of Continental Oil Company for the establishment of a new Tubb gas pool and for the promulgation of special rules and regulations. Applicant, in the above-styled cause, seeks an order establishing a new pool for Tubb gas production to be designated as the Warren-Tubb Gas Pool with horizontal limits consisting of the E/2 of Section 28, Township 20 South, Range 38 East, Lea County, New Mexico. The applicant further seeks the promulgation of special pool rules similar to those adopted for the Tubb Gas Pool, as set forth in Order R-586, subject to modification of certain of said rules.
- CASE 1468: Application of Continental Oil Company for the establishment of a new Blinebry gas pool and for the promulgation of special rules and regulations. Applicant, in the above-styled cause, seeks an order establishing a new pool for Blinebry gas production to be designated as the Warren-Blinebry Gas Pool with horizontal limits consisting of the E/2 of Section 28, Township 20 South, Range 38 East, Lea County, New Mexico. The applicant further seeks the promulgation of special pool rules similar to those adopted for the Blinebry Gas Pool, as set forth in Order R-610, subject to modification of certain of said rules.
- CASE 1469: Application of Phillips Petroleum Company for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks an order establishing a 320-acre non-standard gas proration unit in the Eumont Gas Pool consisting of the S/2 of Section 14, Township 19 South, Range 36 East, Lea County, New Mexico, said unit to be dedicated to the applicant's Bern "A" Well No. 1, located 660 feet from the South and East lines of said Section 14.
- CASE 1470: Application of Phillips Petroleum Company for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks an order establishing a 320-acre non-standard gas proration unit in the Eumont Gas Pool consisting of the N/2 of Section 12, Township 19 South, Range 36 East, Lea County, New Mexico, said unit to be dedicated to the applicant's Monument Well No. 1, located 1977 feet from the North line and 660 feet from the East line of said Section 12.

CASE 1471: Application of Phillips Petroleum Company for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks an order establishing a 240-acre non-standard gas proration unit in the Tubb Gas Pool consisting of the NW/4 and the W/2 SW/4 of Section 24, Township 22 South, Range 37 East, Lea County, New Mexico, said unit to be dedicated to the applicant's Sims Well No. 3, located 1980 feet from the North and West lines of said Section 24.

CASE 1472: Application of Sunray Mid-Continent Oil Company for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its State Land 15 Well No. 3, located 660 feet from the South line and 1980 feet from the East line of Section 16, Township 21 South, Range 37 East, Lea County, New Mexico, to permit the production of oil from the Drinkard Pool and oil from the Blinebry Oil Pool through parallel strings of tubing.

SUNRAY MID-CONTINENT OIL COMPANY

11th floor Wilco Building
Midland, Texas

*Rec'd
6-14
JSC*

June 12, 1958

New Mexico Oil Conservation Commission
Santa Fe, New Mexico

Re: Case 1472, Oil-Oil Dual Completion
Application on Sunray Mid-Continent
Oil Company's State Land "15" #3

Attention: Mr. Daniel S. Nutter

Dear Sir:

Shown below are the gas-oil ratios and liquid hydro-carbon gravities that have been taken on Sunray Mid-Continent Oil Company's State Land "15" Well No. 3 since the Blinbry started to produce:

<u>Date</u>	<u>GOR, CF/B</u>	<u>Gravity, ° API</u>
7-9-54	8,730	not taken
4-12-55	22,320	48.9
12-9-55	5,380	45.0
5-1-56	4,790	63.0 ^v
10-30-56	2,247	63.0 ^v
5-26-57	2,739	43.4
11-7-57	2,152	40.8

This information was requested at the Examiner Hearing of June 11, 1958 of Case 1472.

If any other information is desired, we will be pleased to supply it.

Very truly yours,

SUNRAY MID-CONTINENT OIL CO.

D. E. Hall

D. E. Hall, Sr. Engineer

DEM/mbh

cc: William R. Lear
E. J. Pierce



D-X SUNRAY OIL COMPANY IS A WHOLLY-OWNED REFINING & MARKETING SUBSIDIARY

Case 1472

SUNRAY MID-CONTINENT OIL COMPANY

P.O. BOX 2039

TULSA 2, OKLAHOMA

R. E. FOSS, VICE PRESIDENT

R. W. GRIFFITH, ASST. TO THE VICE PRESIDENT

M. S. PATTON, JR., MANAGER
ENGINEERING DIVISION

PRODUCTION DEPARTMENT

May 22, 1958

C. J. KERWIN, SUPERINTENDENT
PRODUCTION DIVISION

L. G. RODGERS, GENERAL MANAGER
GAS DIVISION

J. H. DOUMA, MANAGER
JOINT OPERATIONS DIVISION

New Mexico Oil Conservation Commission
125 Mabry Hall
Capitol Building
Santa Fe, New Mexico

Gentlemen:

Enclosed are three copies of an application of Sunray Mid-Continent Oil Company for permission to dually complete its State Land "15" Well No. 3 as an oil well in the Blinbry Pool and as an oil well in the Drinkard Pool in Lea County, New Mexico.

Very truly yours,

SUNRAY MID-CONTINENT OIL COMPANY

William R. Loar

William R. Loar
Chief Proration Engineer

JWS/at
Encl.

*Docbat Mailed
5-27-58
B P*



D-X SUNRAY OIL COMPANY IS A WHOLLY-OWNED REFINING & MARKETING SUBSIDIARY

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF SUNRAY
MID-CONTINENT OIL COMPANY FOR AN ORDER
PERMITTING THE DUAL COMPLETION OF ITS STATE
LAND "15" WELL NO. 3 AS AN OIL WELL IN THE
BLINEBRY POOL AND AS AN OIL WELL IN THE
DRINKARD POOL IN LEA COUNTY, NEW MEXICO, AS
AN EXCEPTION TO RULE 8 OF ORDER NO. R-610
OF THE SPECIAL RULES AND REGULATIONS FOR THE
BLINEBRY OIL POOL.

CASE NO. 1472

A P P L I C A T I O N

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

COMES NOW the Applicant, Sunray Mid-Continent Oil Company, and alleges
and states as follows:

1. That it is the owner and operator of its State Land "15" Lease covering the South half of the South half (S/2 S/2) of Section 16, Township 21 South, Range 37 East, Lea County, New Mexico.
2. That State Land "15" Well No. 3 is located 660 feet from the South line and 1980 feet from the East line of said Section 16 and that said Well No. 3 was completed as an oil well in the Drinkard Pool on June 12, 1947, at a total depth of 6660 feet through perforations from 6540 to 6635 feet. That 13-3/8" OD casing was set at 215 feet with 250 sacks of cement. That 8-5/8" OD casing was set at 2878 feet with 1600 sacks of cement. That 5-1/2" OD casing was set at 6659 feet with 500 sacks of cement.
3. That this Commission by its Administrative Order No. DC-67, issued February 15, 1954, authorized a gas-oil dual completion for said Well No. 3 with the Drinkard Zone of the Drinkard Oil Pool producing through the tubing and the Blinebry Zone of the Blinebry Gas Pool producing through the casing-tubing annulus.
4. That said dual completion was completed March 26, 1954, with the Blinebry Zone producing through perforations from 5600 to 5700 feet, the Drinkard Zone through perforations from 6540 to 6635 feet, and a Baker Model D5R packer set at 6470 feet with 2-1/2" tubing set in said packer.
5. That said Well No. 3 is now producing liquid hydrocarbons from the Blinebry Zone with a gravity of less than 51° API and with a producing gas-liquid hydrocarbon ratio of less than 32,000 cubic feet of gas per barrel of liquid hydrocarbons and, therefore, in accordance with Rule 2 of Order No. R-610-B of the Special Rules and Regulations for the Blinebry Oil Pool and Rule 18 of Order No. R-610-B of the Special Rules and Regulations for the Blinebry Gas Pool, should be classified as an oil well.
6. That Rule 8 of Order No. R-610 of the Special Rules and Regulations for the Blinebry Oil Pool states that "The dual completion of a well to cause said well to be classified as an oil well in the Blinebry Oil Pool and an oil well in any other oil or gas pool as designated by the Commission is hereby prohibited".
7. That Statewide Rule 112-A permits the dual completion of a well between two oil zones only by order of the Commission upon hearing.
8. That since said Well No. 3 is now producing oil from the Drinkard Zone, and the present completion in the Blinebry Zone will have to be reclassified from gas to oil, an exception to Rule 8 of Order No. R-610 of the Special Rules and Regulations for the Blinebry Oil Pool and a dual completion permit under Statewide Rule 112-A are hereby requested.
9. That it is proposed to perforate additional Blinebry pay from 5575 to 5600 feet and from 5720 to 5750 feet and acidize in an attempt to increase the productivity of said zone in Well No. 3.
10. That it is proposed to produce the Drinkard Oil Zone through one string of 2-1/16" Hydril CS tubing set in a Baker Model D5R Packer at approximately 6470 feet and to produce the Blinebry Oil Zone through a separate string of 1-1/2" Regular Tubing to be set at approximately 5570 feet.

11. That this method of dual completion is mechanically feasible and practical; that based on histories of nearby wells both zones should flow to their economic limits, but that if necessary either or both zones can feasibly and practically be artificially lifted; that measurement of gas-oil ratios and bottom hole pressures may be taken on each zone using this proposed equipment; and that the flow efficiencies will probably be improved using smaller strings of tubing.

12. That attached hereto and made a part hereof is a plat, labeled Exhibit "A", which shows the location of all Drinkard and Blinebry wells on Applicant's lease and on all offset leases. That a copy of this application has been mailed to all offset operators as shown on the attached affidavit.

13. That attached hereto and made a part hereof is a diagrammatic sketch, labeled Exhibit "B", which shows the proposed dual completion of said Well No. 3.

14. That in the interest of conservation, the prevention of waste and the protection of correlative rights this application should be granted.

WHEREFORE, Applicant prays that this application be set for hearing, that notice thereof be given as required by law and that upon the evidence adduced at such hearing, the Commission issue an order permitting Applicant to produce its State Land "15" Well No. 3 as a dual completion between the Drinkard Oil Pool and Blinebry Oil Pool in the manner as requested by this application.

DATED this 20 day of May, 1958.

SUNRAY MID-CONTINENT OIL COMPANY

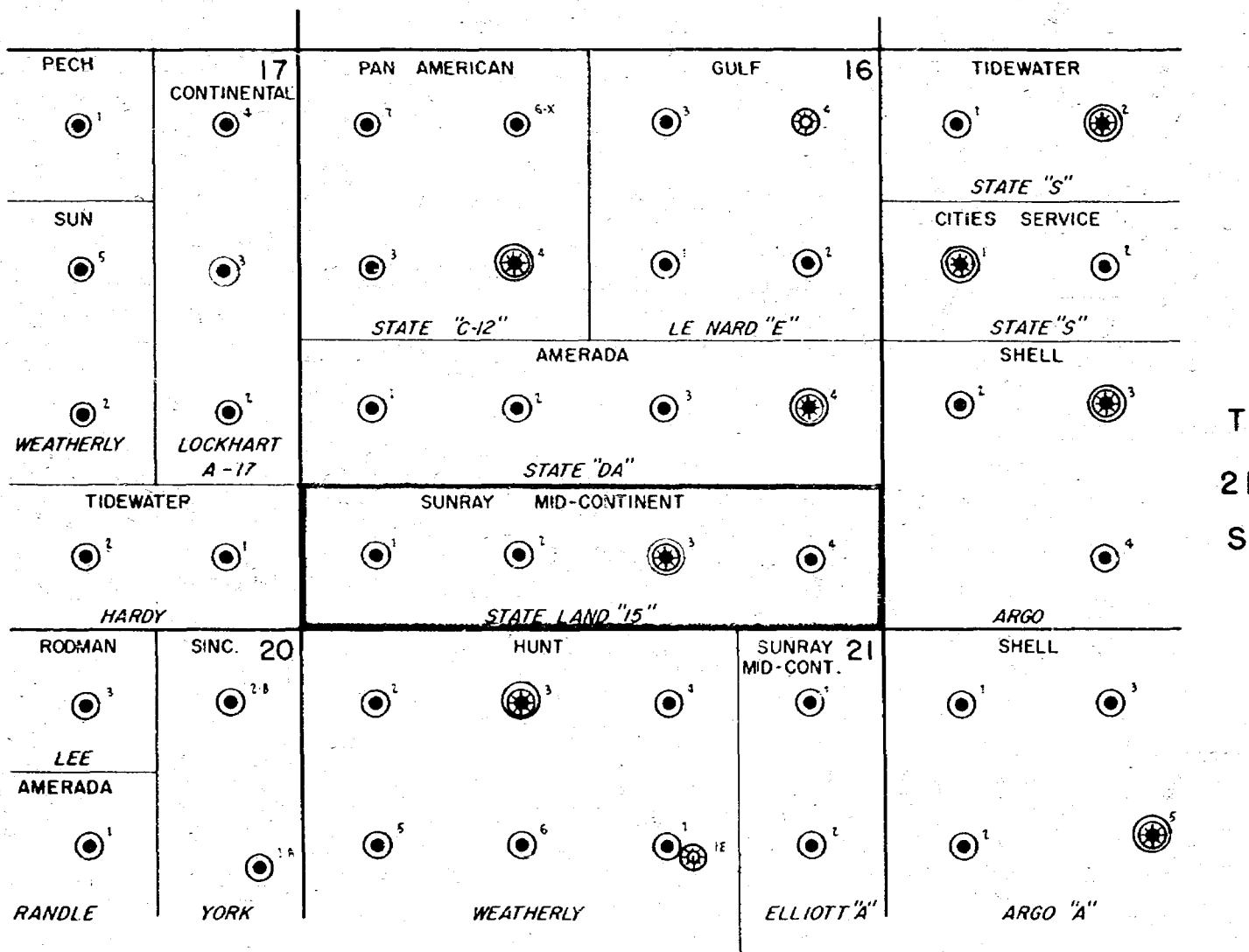
By William R. Loar
William R. Loar
Attorney

PLAT

SHOWING DRINKARD AND BLINEBRY WELLS IN VICINITY OF SUNRAY MID-CONTINENT - STATE LAND "15" LEASE

LEA COUNTY, NEW MEXICO

R-37-E



LEGEND

- BLINEBRY GAS ○
- DRINKARD OIL ●
- BLINEBRY OIL ○

EXHIBIT "A"

SCALE

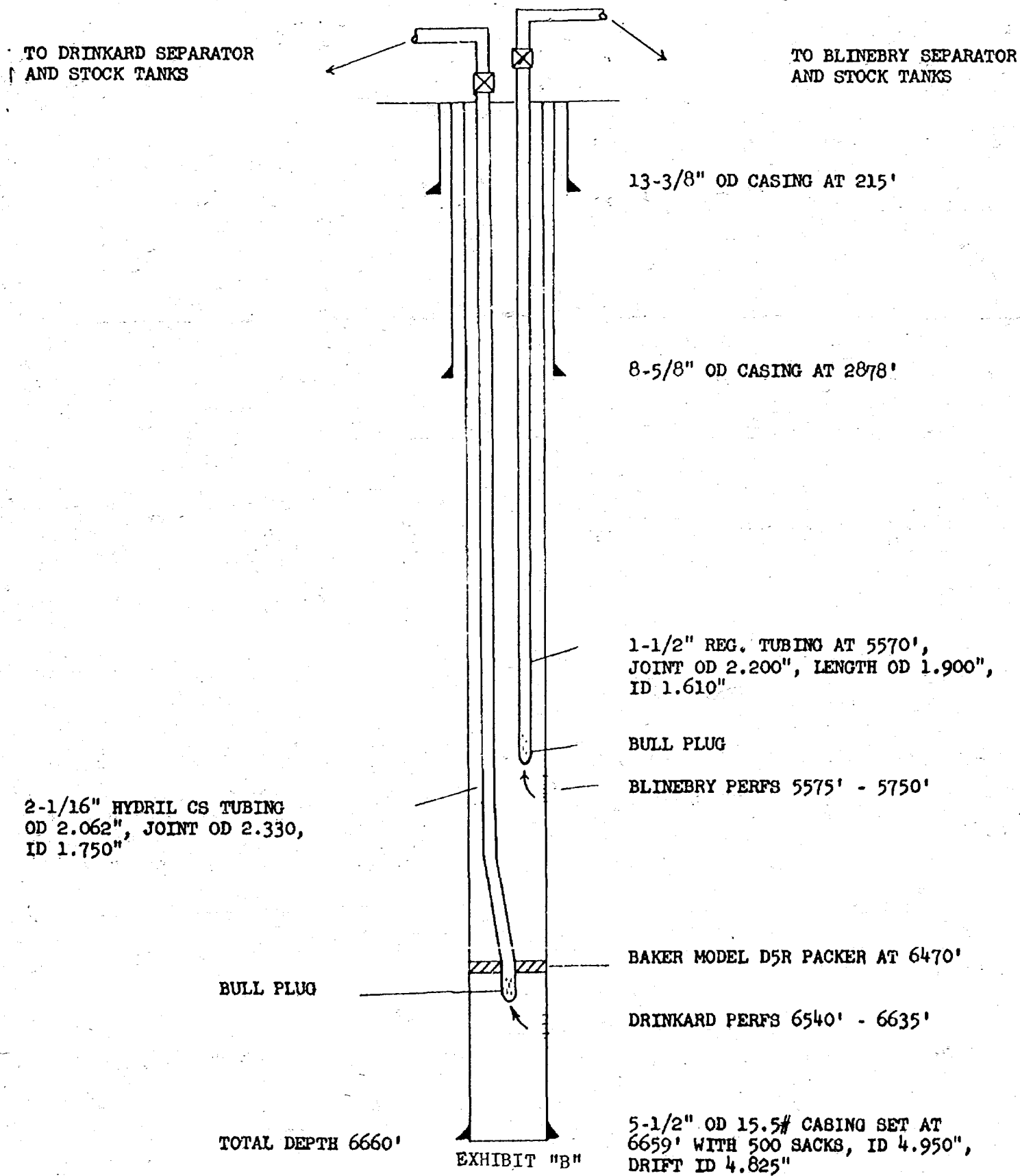
1" = 1500'

PREPARED BY EXPLORATION DRAFTING

DUAL COMPLETION

DRINKARD AND BLINEBRY ZONES - LEA COUNTY, NEW MEXICO

SUNRAY MID-CONTINENT OIL COMPANY - STATE LAND "15" NO. 3



A F F I D A V I T

William R. Loar, being duly sworn, upon his oath states:

That he is an Attorney for Sunray Mid-Continent Oil Company, Tulsa, Oklahoma, Applicant before the Oil Conservation Commission of the State of New Mexico for authority to dually complete its State Land "15" Well No. 3 between the Blinbry Oil Pool and the Drinkard Oil Pool in Lea County, New Mexico, in the manner described in the attached application; and that a copy of said application, with Exhibits "A" and "B" attached, has been mailed to the following operators who are all of the interested parties known to Applicant.

Amarada Petroleum Corporation
P. O. Box 2040
Tulsa, Oklahoma
Attn: Mr. R. S. Christie

Shell Oil Company
P. O. Box 1509
Midland, Texas
Attn: Mr. Ed Nester

N. B. Runt
Mercantile Bank Building
Dallas, Texas

Sinclair Oil & Gas Company
P. O. Box 521
Tulsa, Oklahoma
Attn: Mr. J. R. McGowan

Tidewater Oil Company
P. O. Box 1404
Houston, Texas
Attn: Mr. J. B. Holloway

Continental Oil Company
P. O. Box 427
Hobbs, New Mexico
Attn: Mr. F. T. Elliott

Neville G. Penrose
Hobbs, New Mexico

William R. Loar
William R. Loar

Subscribed and sworn to before me, a Notary Public within and for the State of Oklahoma, County of Tulsa, on this 20th day of May, 1958.

Gladys E. Zani
Gladys E. Zani

My Commission expires February 25, 1961

DOCKET: EXAMINER HEARING JUNE 11, 1958

Oil Conservation Commission 9 a.m., Mabry Hall, State Capitol, Santa Fe, NM

The following cases will be heard before Daniel S. Nutter, Examiner:

CASE 1337:

*Kessler
Barnes*
Application of Gulf Oil Corporation for an order amending Order R-1093. Applicant, in the above-styled cause, seeks an order amending Order R-1093 to provide for the commingling, in exception to Rule 303, but only after separate measurement, of oil produced from the Fusselman, Ellenburger, and McKee formations underlying its Learcy McBuffington Lease, comprising the S/2 of Section 13, Township 25 South, Range 37 East, Lea County, New Mexico, and the transfer of said production by means of automatic custody transfer equipment, in exception to Rule 309 (a); applicant also seeks authority to commingle the production, after separate measurement, from the Blinebry and Drinkard formations and the Langlie-Mattix Pool underlying the above-described McBuffington Lease, and to transfer said production by means of automatic custody transfer equipment. Applicant further seeks authority to produce more than 16 wells into each of the common transfer facilities described above, in exception to Rule 309 (a).

CASE 1341:

*W.D. Girard
D.W. Watson
prod. supt., H.R.*
Application of Jal Oil Company, Inc. for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its Sarkeys Well No. 2, located 660 feet from the North and West lines of Section 25, Township 21 South, Range 37 East, Lea County, New Mexico, in such a manner as to permit the production of oil from the Blinebry Oil Pool and oil from the Tubb Gas Pool through parallel strings of tubing.

CASE 1464:

Application of Amerada Petroleum Corporation for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its Ida Wimberley Well No. 3, located 1980 feet from the South line and 990 feet from the West line of Section 24, Township 25 South, Range 37 East, Lea County, New Mexico, in such a manner as to permit the production of oil from the Fusselman adjacent to the Justis-Fusselman Pool, and oil from the Drinkard formation adjacent to the Justis-Drinkard Pool through parallel strings of tubing.

CASE 1465:

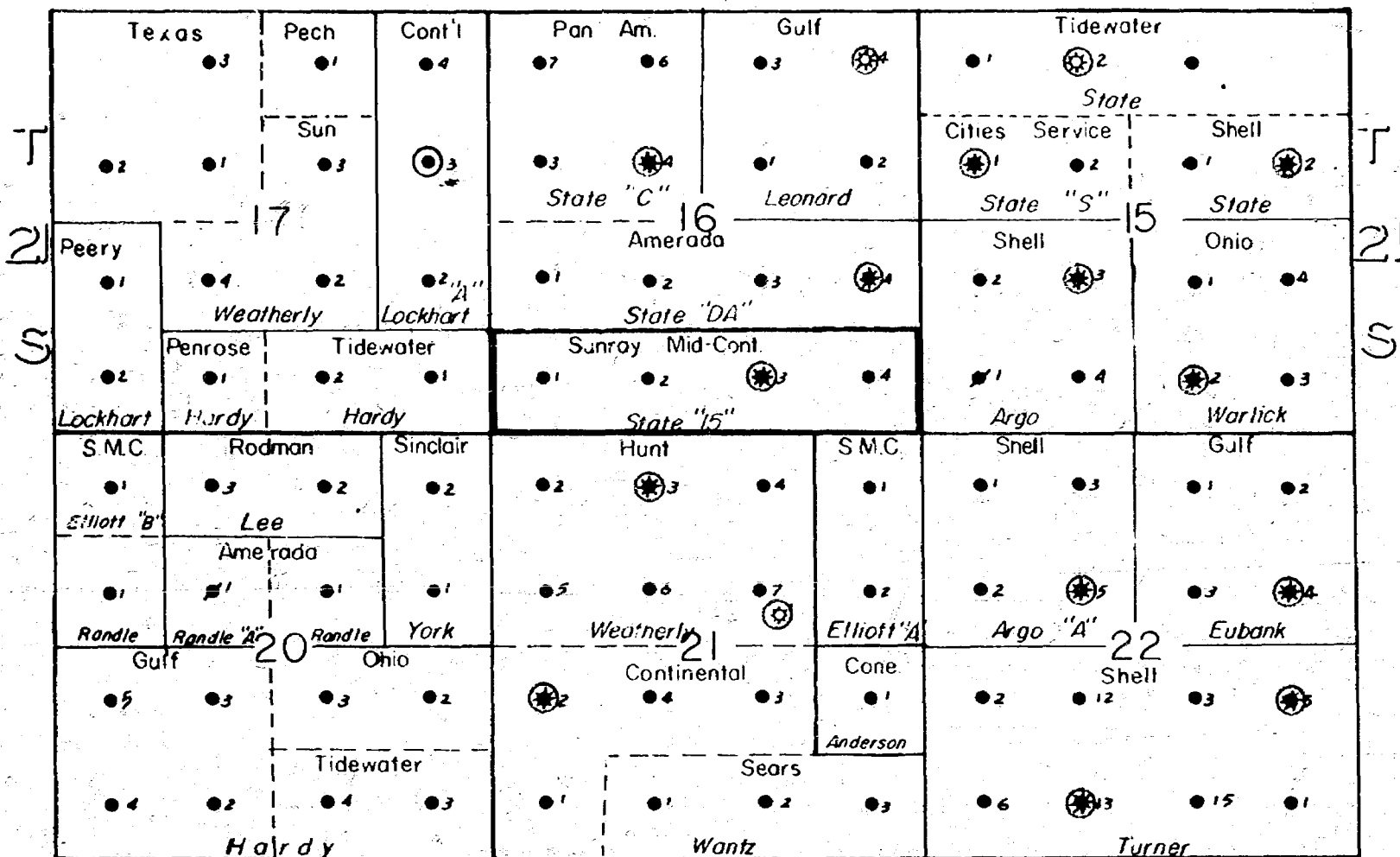
Application of Magnolia Petroleum Company for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its New Mexico "S" No. 1 Well, located 990 feet from the North line and 1650 feet from the East line of Section 2, Township 16 South, Range 32 East, Lea County, New Mexico, in such a manner as to permit the production of oil from the Wolfcamp formation adjacent to the Anderson Ranch-Wolfcamp Pool and oil from the Anderson Ranch-Devonian Pool through parallel strings of tubing.

- CASE 1466: Application of Tidewater Oil Company for an exception to Rule 309 of the Commission Rules and Regulations. Applicant, in the above-styled cause, seeks an order authorizing the installation of automatic custody transfer equipment with positive displacement meters and automatic sampling equipment and other related facilities to receive, measure, and transfer custody of oil from the Justis-Ellenburger Pool produced from the wells located on its Coates "C" Lease, which comprises the E/2, SE/4 NW/4, and NE/4 SW/4 of Section 24, Township 25 South, Range 37 East, Lea County, New Mexico.
- CASE 1467: Application of Continental Oil Company for the establishment of a new Tubb gas pool and for the promulgation of special rules and regulations. Applicant, in the above-styled cause, seeks an order establishing a new pool for Tubb gas production to be designated as the Warren-Tubb Gas Pool with horizontal limits consisting of the E/2 of Section 28, Township 20 South, Range 38 East, Lea County, New Mexico. The applicant further seeks the promulgation of special pool rules similar to those adopted for the Tubb Gas Pool, as set forth in Order R-586, subject to modification of certain of said rules.
- CASE 1468: Application of Continental Oil Company for the establishment of a new Blinebry gas pool and for the promulgation of special rules and regulations. Applicant, in the above-styled cause, seeks an order establishing a new pool for Blinebry gas production to be designated as the Warren-Blinebry Gas Pool with horizontal limits consisting of the E/2 of Section 28, Township 20 South, Range 38 East, Lea County, New Mexico. The applicant further seeks the promulgation of special pool rules similar to those adopted for the Blinebry Gas Pool, as set forth in Order R-610, subject to modification of certain of said rules.
- CASE 1469: Application of Phillips Petroleum Company for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks an order establishing a 320-acre non-standard gas proration unit in the Eumont Gas Pool consisting of the S/2 of Section 14, Township 19 South, Range 36 East, Lea County, New Mexico, said unit to be dedicated to the applicant's Bern "A" Well No. 1, located 660 feet from the South and East lines of said Section 14.
- CASE 1470: Application of Phillips Petroleum Company for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks an order establishing a 320-acre non-standard gas proration unit in the Eumont Gas Pool consisting of the N/2 of Section 12, Township 19 South, Range 36 East, Lea County, New Mexico, said unit to be dedicated to the applicant's Monument Well No. 1, located 1977 feet from the North line and 660 feet from the East line of said Section 12.

CASE 1471: Application of Phillips Petroleum Company for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks an order establishing a 240-acre non-standard gas proration unit in the Tubb Gas Pool consisting of the NW/4 and the W/2 SW/4 of Section 24, Township 22 South, Range 37 East, Lea County, New Mexico, said unit to be dedicated to the applicant's Sims Well No. 3, located 1980 feet from the North and West lines of said Section 24.

CASE 1472: Application of Sunray Mid-Continent Oil Company for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its State Land 15 Well No. 3, located 660 feet from the South line and 1980 feet from the East line of Section 16, Township 21 South, Range 37 East, Lea County, New Mexico, to permit the production of oil from the Drinkard Pool and oil from the Blinebry Oil Pool through parallel strings of tubing.

R 37 E



- Drinkard Well
- ★ Blinebry Gas Well
- ⊙ Blinebry Oil Well
- ★⊙ Blinebry Gas - Drinkard Dual

SUNRAY MID-CONTINENT OIL COMPANY

BLINEBRY - DRINKARD POOLS

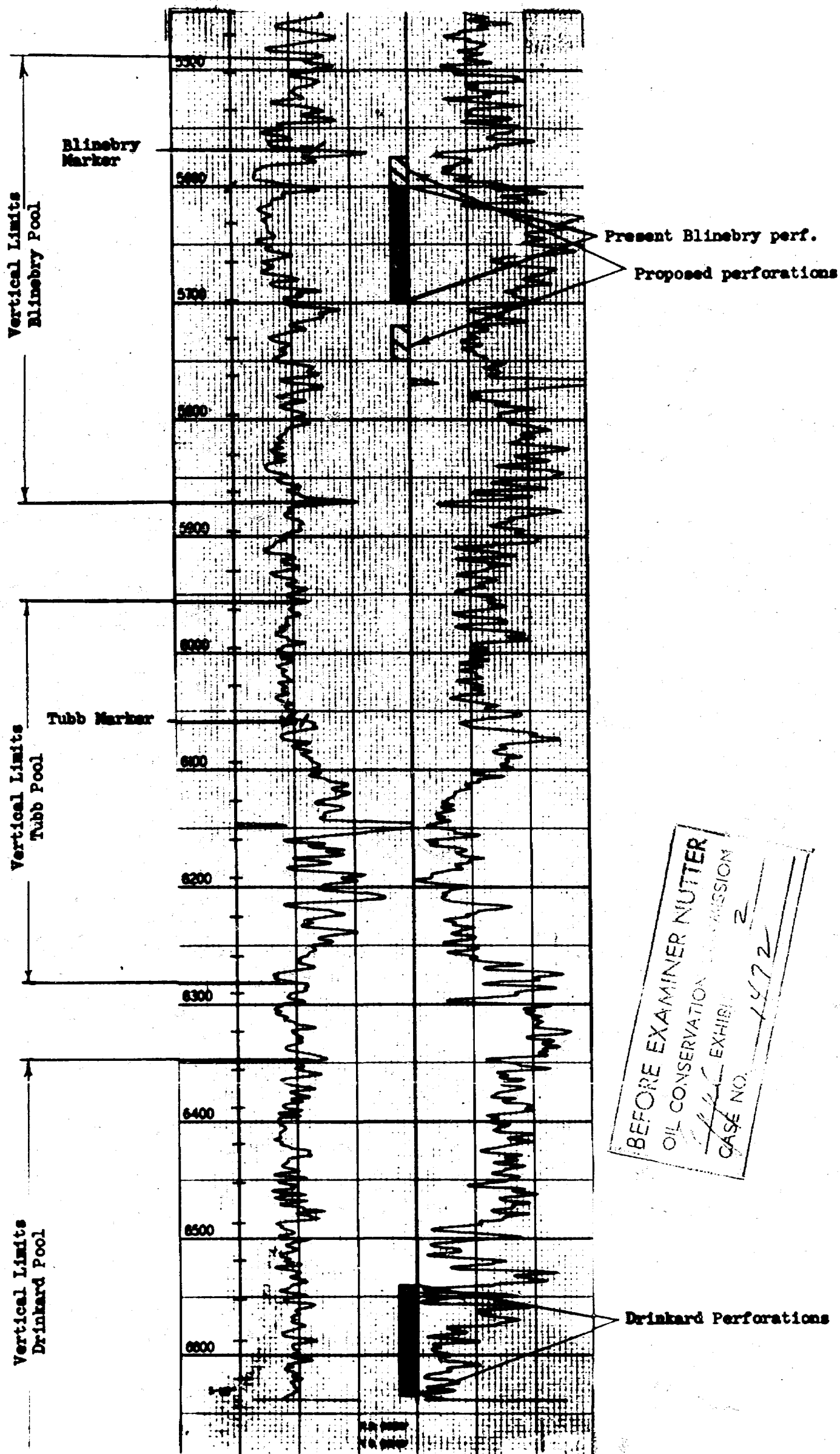
LEA COUNTY, NEW MEXICO

scale: 1" = 2000' Date: 4-28-58

M.C.L.

BEFORE EXAMINER NUTTER
OIL CONSERVATION COMMISSION
EXHIBIT NO. 1
CASE NO. 1477

SUNRAY MID-CONTINENT OIL COMPANY
 STATE LAND "15" WELL NO. 3
 GAMMA RAY-NEUTRON LOG SHOWING PERFORATED
 INTERVALS & VERTICAL LIMITS OF PRODUCING ZONES



BEFORE EXAMINER NUTTER
 OIL CONSERVATION COMMISSION
 EXHIBIT 2
 CASE NO. 1472

DUAL COMPLETION

DRINKARD AND BLINEBRY ZONES - LEA COUNTY, NE. MEXICO

SUNRAY MID-CONTINENT OIL COMPANY - STATE LAND "15" NO. 3

TO DRINKARD SEPARATOR
AND STOCK TANKS

TO BLINEBRY SEPARATOR
AND STOCK TANKS

13-3/8" OD CASING AT 215'

8-5/8" OD CASING AT 2878'

BEFORE EXAMINER NUTTER
OIL CONSERVATION COMMISSION
Apple EXHIBIT NO. 3
CASE NO. 1472

1-1/2" REG. TUBING AT 5570',
JOINT OD 2.200", LENGTH OD 1.900",
ID 1.610"

BULL PLUG

BLINEBRY PERFS 5575' - 5750'

2-1/16" HYDRIL CS TUBING
OD 2.062", JOINT OD 2.330,
ID 1.750"

BAKER MODEL D5R PACKER AT 6470'

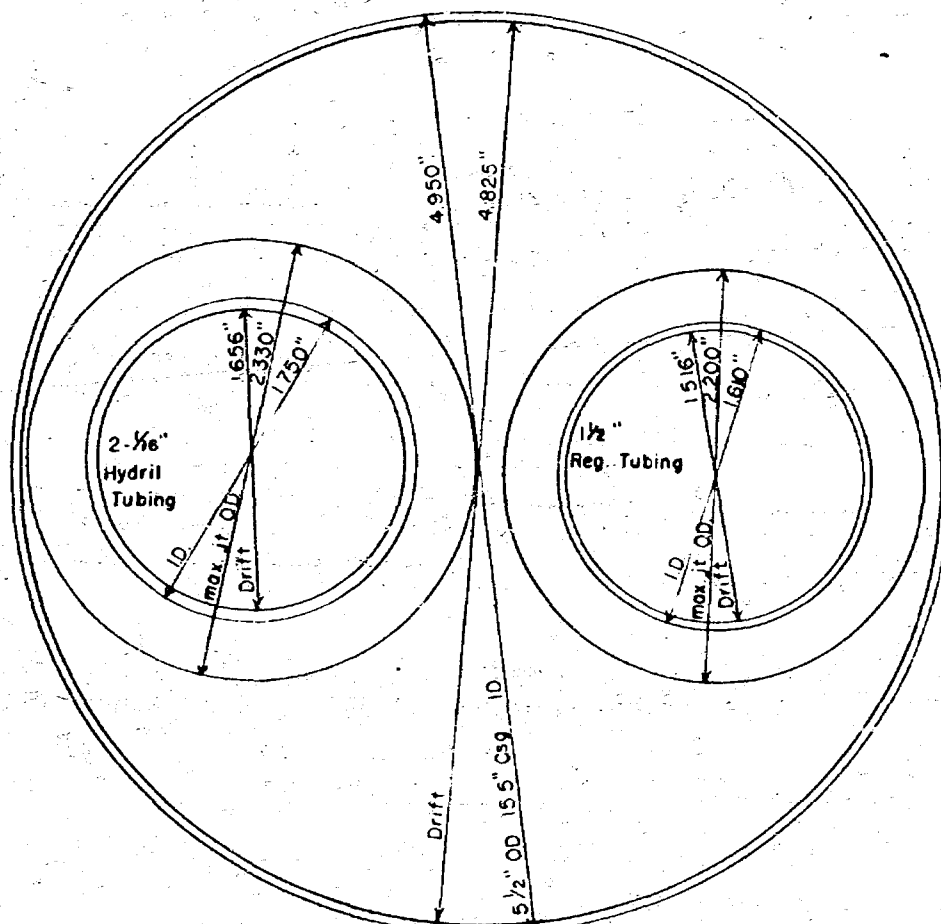
BULL PLUG

DRINKARD PERFS 6540' - 6635'

TOTAL DEPTH 6660'

5-1/2" OD 15.5# CASING SET AT
6659' WITH 500 SACKS, ID 4.950",
DRIFT ID 4.825"

Full Scale Sectional Drawing Showing Clearances of Hydril Tubing
& 1 1/2" Regular Tubing in 5 1/2" OD 15.5# Casing.



5 1/2" OD 15.5# Casing I.D. = 4.950", Drift = 4.825"

SIZE & TYPE TUBING	WEIGHT lbs./ft	O.D.	I.D.	DRIFT	JOINT OD	TENSION Min. Yield, J-55
2 1/8" Hydril CS	3.4	2.063"	1.750"	1.656"	2.330"	51,000#
1 1/2" Regular	2.75	1.900"	1.610"	1.516"	2.200"	26,250#

2 1/8" Hydril jt. OD 2.330"
1 1/2" Regular jt. OD 2.200"
4.530"

Clearance with drift + .295"

2 1/8" Hydril jt. OD 2.330"
2 1/8" Hydril jt. OD 2.330"
4.660"

Clearance + .155"

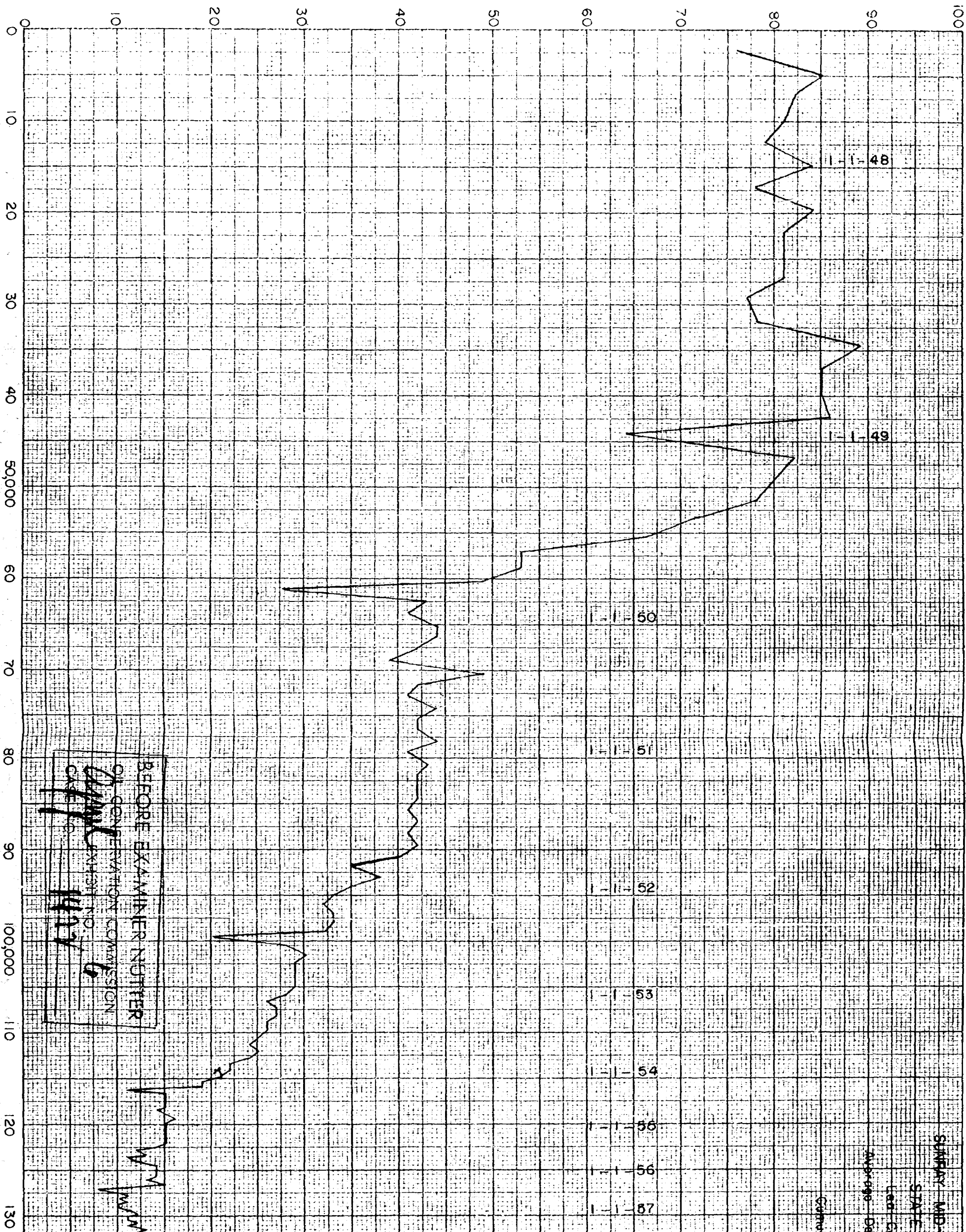
BEFORE EXAMINER NUTTER
OIL CONSERVATION COMMISSION
EXHIBIT NO. 1972
CASE NO. 1972

DRINKARD POOL PRODUCTION DATA

Company	Well	Unit & Sec.	Cumulative	Production	Oil Prod.	GOR Survey May,	Wtr. Prod.
			Prod. to 1-1-58	1957	Mar. '57,	June, July, '57	Mar. '57
Amerada	State DA #1	L 16	135,110	2,562	186	11,186	47
Amerada	State DA #2	K 16	127,557	3,735	341	17,128	38
Amerada	State DA #3	J 16	111,552	5,471	526	18,380	0
Amerada	State DA #4	I 16	121,440	3,840	279	44,687	0
Continental	Lockhart A-17 2	I 17	117,733	2,909	321	3,330	-
Bunt	Weatherly #2	D 21	143,949	3,387	262	15,210	-
Bunt	Weatherly #3	C 21	135,925	3,358	263	15,318	-
Bunt	Weatherly #4	B 21	139,981	3,597	296	13,975	-
Shell	Argo #1	M 15	78,100	702	Abandoned	25,650	-
P.B. to Tubb Gas							
9-1-57							
Shell	Argo #2	L 15	165,203	7,046	621	4,540	-
Shell	Argo A #1	D 22	104,160	1,791	154	18,900	-
Stinclair	York "B" #2	A 20	132,887	5,105	1836	4,729	-
Sunray	Elliot A #1	A 21	194,760	8,401	648	2,720	-
Sunray	State Ld. 15 #1	M 16	118,901	2,183	216	6,500	-
Sunray	State Ld. 15 #2	N 16	123,705	3,415	283	12,000	-
Sunray	State Ld. 15 #3	O 16	133,232	3,864	293	7,100	-
Sunray	State Ld. 15 #4	P 16	111,821	2,493	167	10,100	-
Tidewater	Hardy #1	P 17	43,057	1,137	93	3,455	-

BEFORE EXAMINER NUTTER
OIL CONSERVATION COMMISSION
EXHIBIT NO. 5
CASE NO. 1472

AVERAGE DAILY PRODUCTION RATE Bbls./Day



SUMMARY MD-COM
STATE LA
Lead Count
Average Daily
Cumulative

BLINERY GAS POOL PRODUCTION DATA

Company	Well	Unit & Sec.	Cumulative Prod. to 1-1-58	Production 1957	Latest GOR	Latest Gravity	Dual	Acres	
Amerada	State D "A" #4	I 16	963,352	256,463	50,000	61	X	160	Not complete in time for survey-complete 11-6-57
Amerada	Randle A Gas U. #1	F 20	72,863	72,863	64,545	48.5	X	80	
Cities Serv.	State "g" #1	E 15	636,126	84,816	82,611	64.8	X	80	Not complete in time for survey-complete 11-18-57
Continental	Wantz #2	L 21	277,771	213,967	155,428	54	X	160	
Getty	Hardy #5	C 20	130,255	130,255	50,207	52.8	X	160	Not complete in time for survey-complete 11-18-57
Gulf	Eubanks #4	H 22	941,622	254,239	38,707	63.1	X	160	
Gulf	Leeward E #4	A 16	834,086	162,602	73,600	65.8	X	160	Not complete in time for survey-complete 11-18-57
Hunt	Weatherly #1	G 21					X	160	
Hunt	Weatherly #3	C 21					X	160	Not complete in time for survey-complete 11-18-57
Ode	Warlick #2	O 15	981,981	199,169	34,096	57.8	X	160	Not complete in time for survey-complete 11-18-57
Pan Amer.	State C tr. 12 4	F 16	846,939	192,081	92,350	64	X	160	
Shell	Argo #3	K 15	1301461	181,522	87,731	65	X	160	Not complete in time for survey-complete 11-18-57
Shell	Argo A #5	F 22	1369020	178,001	82,307	74	X	160	
Shell	State #2	H 15	734,249	116,340	60,683	53	X	80	Not complete in time for survey-complete 11-18-57
Shell	Turner #5	I 22	1416516	169,475	96,894	59	X	160	
Shell	Turner #13	N- 22	1367427	118,330	37,954	68.7	X	160	Not complete in time for survey-complete 11-18-57
Surrey	St. Land 15 #3	O 16	50,450	8,819	2,152	40.8	X	160	
Tidewater	State S #2	C 15	1113856	228,092	25,914	56.8	X	160	

BEFORE EXAMINER NUTTER
OIL CONSERVATION COMMISSION
EXHIBIT NO. 1472
CASE NO. 1472