CASE 6758: AMOCO PRODUCTION COMPANY FOR A DUAL COURT. STION, LEA COUNTY, NEW MEXICO

CASE NO.

4758

APPlication,
Transcripts,
Small Exhibits,

ETC.

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
STATE LAND OFFICE BLDG.
SANTA FE, NEW MEXICO
12 December 1979

EXAMINER HEARING

IN THE MATTER OF:

Application of Amoco Production Company
for a dual completion, Lea County, New

Mexico.

Application of Amoco Production Company
6758

BEFORE: Daniel S. Nutter

TRANSCRIPT OF HEARING

APPEARANCES

For the Oil Conservation Division:

Ernest L. Padilla, Esq.
Legal Counsel for the Division
State Land Office Bldg.
Santa Fe, New Mexico 87501

For the Applicant:

Guy Buell, Esq.
AMOCO PRODUCTION COMPANY

Houston, Texas

I N D E X

J. C. ALLEN

Direct Examination by Mr. Buell 4

Cross Examination by Mr. Nutter 10

EXHIBITS

Applicant Exhibit One, Map

Applicant Exhibit Two, Log

8

MR. NUTTER: We'll call next Case 6758.

MR. PADILLA: Application of Amoco Production Company for dual completion, Lea County, New Mexico.

MR. BUELL: Representing Amoco Production Company, my name is Guy Buell.

We have the same witness in this case as in the previous case, Mr. Examiner, Mr. Allen, who has previously been sworn and qualified.

MR. NUTTER: Mr. Allen is still under oath.

MR. BUELL: Mr. Examiner, what we've done here in connection with our application for this particular dual, we filed a number of attachments and exhibits, and I would hope that all of those are currently in the Examiner's file.

MR. NUTTER: Yes, sir, we've got something here.

MR. BUELL: So what we've done, we will have two formal exhibits in our presentation. One is a map of the area, which we feel is a little more -- covers a little better area and is a little more discernable and identifiable than the map attached with our application; and also, we will have an Exhibit Number Two, a log in which

we have shown our pick of the productive intervals, the two oil zones we wish to dual, as well as the precise perforated interval, which are only given in a broad sweep in our application.

J. C. ALLEN

being called as a witness and having been previously sworn upon his oath, testified as follows, to-wit:

DIRECT EXAMINATION

BY MR. BUELL:

- Q. Mr. Allen, would you refer to what has been identified as our Exhibit Number Two and state for the record what that exhibit reflects, please?
 - A. Exhibit Number Two?
 - Q Exhibit Number One.
- A Exhibit Number One is a map of the Hardy-Blinebry Field and we have shown on all offsetting leases to the Amoco State "C" Tract 11 lease the status of all offsetting -- or all wells on offsetting leases.

They have been color coded by the completion interval which they're producing from at this time.

Q. How have you identified the location of the well that's covered in this application here today?

A. Well No. 11 is highlighted with a red arrow and it's also the only well with two colored dots, one on top of the other.

Q What do these various colored dots represent, Mr. Allen?

A. Those are the producing horizons of the fields that they're assigned to.

Q Why don't you for the record, I realize it's on the exhibit, but state for the record what each various color represents.

A. All right, sir. The very light green color, and there's only one on this map. is a Glorieta.

Q. That's immediately to the west of Well No. 11.

A. That's right, and it is a gas well.

The bright pink color is the Blinebry.

The dark blue, almost a purple color, is the Drinkard. The red is the Eunice-Monument, and the dark green is the Eumont Pool.

Q All right, sir. It might be of benefit to the Examiner and the record if you would state what our initial production test on each of these two oil zones that we're asking to dual resulted in.

A. All right, sir. On the Drinkard formation

the latest test was 49 barrels of oil, 1 barrel of water, and 346 Mcf gas a day, for a gas/oil ratio of 7061.

The Blinebry zone potentialed 107 barrels of oil a day, 101 barrels of load water, 5 barrels of new water, with a gas/0il ratio of 3869-to-1

and all of the blue conventional well symbols, which are literally just sprinkled there all over this exhibit, in fact, it looks like a case of the blue measles, does this indicate that Amoco and other operators are going back into older producing areas and evaluating zones that possibly were overlooked initially in the early development we see here that occurred in southeast New Mexico?

A. Yes, sir, and our development plans in this area, we are currently drilling a well just to the southwest of the proposed dual, which is our No. 5 McQuarters Well, and it will also be a Drinkard-Blinebry test.

- Q You said southwest. You mean southeast.
- A Southeast, excuse me. Yes, sir.

 We're also drilling a well directly morth

 of this as a Blinebry-Drinkard test.
- And this is just another indication of how we operators are going back and re-evaluating and attempting not to overlook any possible recovery of any hydro-

All right, sir, one of the exhibits in Yes, sir. our application, Mr. Allen, was a wellbore sketch showing what we propose to be the mechanical completion of this dual. Would you briefly comment on that, please? We won't give it an exhibit number since it's attached to our application.

Yes, sir, this is a wellbore sketch indicating the depths and sizes of the casing cemented in the well. It shows we had 9-5/8ths set at 5061 feet and then through the productive interval we set a 7-inch liner from

We've also indicated on this the packer 4809 to 6902 feet. setting depths. For example, the production packer, which will segregate the Blinebry and the Drinkard, is a Baker Model D, at 6650 feet. On the upper string of tubing, which the Blinebry will be produced through, we've indicated that a tubing anchor will be set.

The perforated intervals for both zones

are also indicated on this cross section.

Mr. Allen, in your opinion, do you feel that mechanically this is an effective way to isolate each of these two zones in the wellbore and maintain the integrity of their separation?

- A. Yes, sir, I do.
- Do you have any other comments on the wellbore sketch that you would like to make at this time?
 - A. No, sir.
- Q. All right, sir, would you turn now to what has been identified as our Exhibit Number Two? What is that exhibit?
- A. Exhibit Number Two is a copy of the compensated neutron formation density log for our State "C" Tract 11, Well No. 11.
 - And what have you added to that log?
- A I have added the top of the -- the geologic top of the Blinebry, the Drinkard. I believe I've also shown the Glorieta on this log, and in addition, I've indicated the perforation intervals for each of the two productive zones.
- Now, this is a duplication of a log that was filed along with our application, but you have added these new data on that log?
 - A. That's right.
 - Q For the convenience of the Examiner.
 - A. Yes, sir.
- Q. What is the stage of completion of our No. 11 Well at this time?
 - A. We're currently getting ready to file

completion forms and run a packer leakage test.

- Q Would it be your recommendation that the completion report and particularly the packer leakage test he made a part of our application file here today?
 - A Yes, sir, it would be my recommendation.
- Q Do you have anything you would care to add at this time to your testimony, Mr. Allen?
- A Only that the two wells in which we -two additional wells in which we are drilling or planning
 to drill at this time, should they prove productive in the
 Drinkard and Blinebry, we would also propose dual completion
 in those two wells.
- And in the event our application here today is approved, this being the first Drinkard-Blinebry dual in the area, then those wells would be subject to administrative process in the pool, would they not?
 - A. Yes, sir.

MR. BUELL: May it please the Examiner, that's all we have by way of direct testimony at this time.

I would like to formally offer our Exhibits One and Two.

MR. NUTTER: Amoco Exhibits One and Two will be admitted in evidence.

CROSS EXAMINATION

BY MR. NUTTER:

- Mr. Allen, I believe you stated that the Blinebry in this well had produced 49 barrels of Gil and 1 barrel of water on test?
- That was on a test of November the 28th, 49 and 1, yes, sir.
 - And what was the amount of gas? a
 - 346 Mcfd.
 - What did that calculate to GOR? Q.
 - I believe it was about 7061 GOR.
 - And what was the quantity of gas produced Q.

from the Drinkard?

- The -- excuse me, sir, I just gave you the Drinkard rather than the Blinebry on that test data.
 - The 49, 1, and 346 was the Drinkard.
 - Oh. Q.
 - I'm sorry.
 - Well, you gave them to us backwards the Q. other time, too.
 - Yes, sir. A.
 - So the Blinebry is the one that made the Q. 107 barrels of oil.
 - That is correct.

And 101 barrels of load water and 5 barrels of new water, and had a GOR of 3869.

A. Yes, sir, the gas rate there would be

Q 414 Mcf per day, and that's Blinebry?

A That's Blinebry, yes, sir.

And the Drinkard made 49 barrels of oil, 1 barrel of water, 346 Mcf per day, for a 7061 GOR.

A. That is correct.

MR. NUTTER: Are there further questions of Mr. Allen? He may be excused.

Do you have anything further, Mr. Buell?
MR. BUELL: Mr. Examiner, that's all we

have.

MR. NUTTER: Does anyone have anything they wish to offer in Case Number 6758?

We'll take the case under advisement.

(Hearing concluded.)

REPORTER'S CERTIFICATE

I, SALLY W. BOYD, a Certified Shorthand Reporter,

DO HEREBY CERTIFY that the foregoing and attached Transcript

of Hearing before the Oil Conservation Division was reported

by me; that the said transcript is a full, true, and correct

record of the hearing, prepared by me to the best of my

ability.

Sally W. Boyd, C.S.R.

Oll Conservation Division

SEASE OF MEN MENICO ENDRGY AND MIMEPALS DEPARTMENT OIL CONSTRUATION DIVISION STATE LAND OFFICE BLDG. SAMTA PE, MEW MEXICO 12 December 1979

EXAMINER HEARING

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BEFORE: Daniel S. Nutter

TRANSCRIPT OF HEMPING

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Santa Fe, New Mexico 87501

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AMOCO PRODUCTION COMPANY

Houston, Texas

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INDIX

J. C. ALLEN

Direct Examination by Mr. Buell	4
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EXRIBITS

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IR. BUDLL: Representing Amoco Production Company, my name is Guy Buell.

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Q All right, sir, one of the exhibits in our application. Mr. Allen, was a wellbore sketch showing what we propose to be the mechanical completion of this dual. Would you briefly comment on that, please? We won't give it an exhibit number since it's attached to our application.

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MR. NUTTER: Are there further questions of Mr. Allen? He may be excused.

Do you have anything further, Mr. Buell? MR. BUELL: Mr. Examiner, that's all we

MR. NUTTER: Does anyone have anything have. they wish to offer in Case Number 6758?

We'll take the case under advisement.

(Hearing concluded.)

LED Order to 1. S. Sections of 1 Section

HEREY CERMITY that the forecoins and attached Granscript of Hearing before the Oil Conservation Official, and correct by me: that the said transcript is a full, true, and correct by me: that the said transcript is a full, true beat of my record of the hearing, prepared by me to the beat of my ability.

Sally R. Hoyd, C.S.R.

do hereby certify that the foregoing is

a complete react of the proceedings in

the traction of the proceedings in

heard by the con
Oll Conservation Division



STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

January 10, 1980

POST OFFICE BOX 2068
STATE LAND OFFICE BUILDING
SANTA FE. NEW MEXICO 87501
5001 827-2434

LARRY KEHOE	January 107
BECRETARY	
	Re: CASE NO. 6758 ORDER NO. R-6223
	Mr. Guy Buell, Attorney Amoco Production Company Amoco Production Company P. O. Box 3092 P. Texas 77001
	P. O. Box 3092 Houston, Texas 77001 Amoco Production Company
	Dear Sir: Enclosed herewith are two copies of the above-referenced Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.
	Và Train
	Pours very truly
	JOJ RAMEY Director
	JDD/fd _+ to:
	Copy of order also sent to:
	Hobbs OCD X
	Artesia GCD X Artec OCD
	Other

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 6758 Order No. R-6223

APPLICATION OF AMOCO PRODUCTION COMPANY FOR A DUAL COMPLETION, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on December 12, 1979, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 9th day of January, 1980, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

PINDS:

- (1) That due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, Amoco Production Company, seeks authority to complete its State "C" Tract 11 Well No. 11, located in Unit X of Section 2, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico, as a dual completion (conventional) to produce oil from the Hardy-Blinebry Pool and an undesignated Drinkard pool through parallel strings of tubing, with separation of the zones achieved by means of a packer set at approximately 6650 feet.
- (3) That the mechanics of the proposed dual completion are feasible and in accord with good conservation practices.
- (4) That approval of the subject application will prevent waste and protect correlative rights.

-2-Case No. 6758 Order No. R-6223

IT IS THEREFORE ORDERED:

(1) That the applicant, Amoco Production Company, is hereby authorized to complete its State "C" Tract 11 Well No. 11, located in Unit X of Section 2, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico, as a dual completion (conventional) to produce oil from the Hardy-Blinebry Pool and an undesignated Drinkard pool through parallel strings of tubing with separation of the zones by means of a packer set at approximately 6550 feet.

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

PROVIDED FURTHER, that the applicant shall take Packer Leakage tests upon completion and annually thereafter during the Annual Gas-Oil Ratio Test Period for the Drinkard zone.

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

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

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

JOE D. RAMEY

Director

SEAL



Amoco Production Company

Post Office Box 68 Hobbs, New Mexico 88240

V. E. Staley District Superintendent OIL CONSTRIATION DIVISION
SANTA FE

Care 6758

November 9, 1979

File: VES-986.51-999

Waivers Consent for Multiple Completion

State "C" Tract 11 Well No. 11

Gulf Oil Company P.O. Box 1150 Gulf Building Midland, TX 79702

Gentlemen:

We are requesting your approval as an offset operator for the multiple completion of our State "C" Tract 11 Well No.11, 510' FSL and 560' FEL Section 2 T-21-S R-36-E, Lea County, New Mexico. We have filed with the NMOCD in Santa Fe an application for multiple completion in the Undesignated Drinkard (Upper Zone) and in the Hardy Blinebry (Lower Zone) both as oil wells. Please approve and return a signed copy of this letter to this office and one to the NMOCD in Santa Fe. Self-addressed envelopes are enclosed.

Yours very truly,

PORIGINAL STALEY

Approved Gulf Oil Corp.

By D. T. Berlin, Manager -

D. T. Berlin, Manager - Engineering

Date November 19 1979

Enclosures

cc: NMOCD

P.O. Box 2088 Santa Fe, NM 87501

S. J. Okerson Houston, TX



Amoco Production Company

Post Office Box 68 Hobbs, New Mexico 88240

V. E. Staley District Superintendent

November 9, 1979

File: VES-986.51-999

Waivers Consent for Multiple Completion State "C" Tract 11 Well No. 11 Re:

Shell Oil Company P.O. Box 1509 Midland, TX 79702

: "51011 SANTA FE

Gentlemen:

We are requesting your approval as an offset operator for the multiple completion of our State "C" Tract 11 Well No.11, 510' FSL and 560' FEL Section 2 T-21-S R-36-E, Lea County, New Mexico. We have filed with the NMOCD in Santa Fe an application for multiple completion in the Undesignated Drinkard (Upper Zone) and in the Hardy Blinebry (Lower Zone) both as oil wells. Please approve and return a signed copy of this letter to this office and one to the NMOCD in Santa Fe. Self-addressed envelopes are enclosed.

Yours very truly,

ORIGINAL SIGNED BY V. E. STALEY

Approved

Date

Enclosures

cc: NMOCD P.O. Box 2088 Santa Fe, NM 87501

> S. J. Okerson Houston, TX





V. E. Staley
District Superintenden

November 9, 1979

File: VES-986.51-999

Re:

Waivers Consent for Multiple Completion State "C" Tract 11 Well No. 11

Conoco, Inc. P.O. Box 460 Hobbs, NM 88240

Gentlemen:

We are requesting your approval as an offset operator for the multiple completion of our State "C" Tract 11 Well No.11, 510' FSL and 560' FEL Section 2 T-21-S R-36-E, Lea County, New Mexico. We have filed with the NMOCD in Santa Fe an application for multiple completion in the Undesignated Drinkard (Upper Zone) and in the Hardy Blinebry (Lower Zone) both as oil wells. Please approve and return a signed copy of this letter to this office and one to the NMOCD in Santa Fe. Self-addressed envelopes are enclosed.

Yours very truly,

ORIGINAL SIGNED BY V. E. STALEY Approved CONOCO INC.

By // Mainju

L. P. Thompson
Date November 21, 1979

Enclosures

cc: NMOCD P.O. Box 2088 Santa Fe, NM 87501

S. J. Okerson Houston, TX

OIL CONSERVATION DIVISION DISTRICT I

OIL CONSERVATION	DIVICION	DATE	November 21 107
P. 0. BOX 2088	DI V1510N	DATE	November 21, 1979
SANTA FE, NEW HEX	100 87501	RE:	
			Proposed DHC
			Proposed NSL
	,		Proposed NSP Proposed SWD
		*	Proposed WFX
	and the second s	· · · · ·	Proposed PMX
041			
Gentlemen:			
I have examined t	he application for the:		
Amoco Production	Co. State C Tr. 11 No.		
Operator	Lease and Well	No.	Unit, S - T - R
0.KJ.S.			
•			
Yours very truly,			
•			
	1011		
Jane 1	all too		
/mc	officer .		

BEFORE THE OIL CONSERVATION COMMISSION STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF AMOCO PRODUCTION COMPANY FOR A DUAL COMPLETION, LEA COUNTY, NEW MEXICO. STATE "C" TRACT 11 WELL NO. 11, SECTION 2, TOWNSHIP 21 SOUTH, RANGE 36 EAST.

NO. 6758

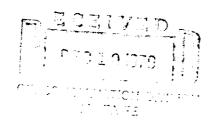
ENTRY OF APPEARANCE

The undersigned hereby enter their appearance on behalf of Amoco Production Company with Guy Buell of Houston, Texas.

ATWOOD, MALONE, MANN & COOTER, P.A.

P. O. Drawer 700

Roswell, New Mexico 88201





Amoco Production Company

Post Office Box 68 Hobbs, New Mexico 88240

V. E. Staley District Superintendent

November 9, 1979

File: VES-986.51-1000

Re:

Application for Multiple Completion

State "C" Tract 11 Well No. 11

SANTA FE

OIL COMSERVATION DIVISION

Oil Conservation Division of The New Mexico Department of Energy and Minerals P. O. Box 2088 Santa Fe, New Mexico 87501 Case 6758

Gentlemen:

Amoco Production Company requests your approval for multiple completion of our State "C" Tract 11 Well No. 11 located 510' FSL and 560' FEL, Unit X, Section 2, Township 21 South, Range 36 East, Lea County, New Mexico. The multiple completion will be made in the Hardy Blinebry (Upper Zone) and in the Undesignated Drinkard (Lower Zone) both as oil wells. The methods of production will be artificial lift for both oil zones.

We have notified the offset operators, by certified mail, requesting their consent for this multiple completion. Enclosed is a diagrammatic sketch of the multiple completion, a plat, other pertinent information, and certified receipts showing that the offset operators have been contacted. Your favorable response to this application would be greatly appreciated.

Yours very truly,

V. E. Staleye

Attachments

cc: S. J. Okerson Houston, Texas

> N.M.O.C.D. P. O. Box 1980 Hobbs, New Mexico 88240

NEW MEXICO OIL CONSERVATION COMMISSION SANTA FE, NEW MEXICO APPLICATION FOR MULTIPLE COMPLETION

15/m C -107 5-1-61

Case 6758

Operator			County		Date
Amoco Production Company	×		Le	a	11-9-79 well to.
P.C.Box 68 Hobbs, NM 8824	10		St	ate C Tr.11	11
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of Well X) 		21-S_		
				· · · · · · · · · · · · · · · · · · ·	fa well in these same pools of in the same
zones within one mile of the subject					
. If answer is yes, identify one such in	nstance: Or	der No.		; Operator Lease, ar	ad Well No.:
. The following facts are submitted:	1	Upper Zone		Intermediate Zone	Lower Zone
a. Name of Pool and Formation	Hardy	Blinebry_	ييد		Und, Drinkard
b. Top and Bottom of		C 1 111001.JL	-		
Pay Section			11/20	2	67101 60001
(Perforations)	5800'-	- 6/18'	"/20		6719'-6832'
c. Type of production (Oil or Gas)	011	49		Bu)	011 10780101 Blow
d. Method of Production		34's mcf	May 306	1645	5 Brow 10438696
(Flowing or Artificial Lift)	Artific	a compared to the compared to		<u></u>	Artificial Lift
. The following are attached. (Please	евеск УЕЅ с	or NO)			Mot
Yes No		-1 6 1	• • •		alone then be an and a set of the decidence
					ding diameters and setting depths, control erforated intervals, tubing strings, includi
diameters and setting	g depth, loca	ation and typ	e of packer	rs and side door chokes, and	such other information as may be pertiner
b. Plat showing the loc of operators of all le				ase, all offset wells on of	ffact leases, and the names and address
				sch offset operator, or in li	eu thereof, evidence that said offset oper
tors have been furni				the production of the contract	· · · · · · · · · · · · · · · · · · ·
d. Electrical log of the	well or oth	er acceptable	e log with	tops and bottoms of produ	cing zones and intervals of perforation i
					Il be submitted as provided by Rule 112-
List all offset operators to the lease			cated toge	ther with their correct mail	ing address.
<u> Shell - P.O. Box 1509 Mic</u>	dland, T	X79702		**************************************	
0.16 0.0 0. 1160 0.3	1 6 10 1 1	M2 31 4	TV 70	300	
<u>Gulf - P.O. Box 1150 Gu</u>	it Blag.	midiand,	<u> 1X /a</u>	7/02	
Cities Service - P.O. Bo	√ 1010 M	idland Na	+1 Rank	Tower Midland	TY 70701
Cicles service - r.o. bo.	V _1313_ii	iu ianu_ng	r r i Daliv	Tower marana,	17 /3/01
ARCO - P.O. Box 1710 Hol	bbs. NM	88240			
	4637	000010			
Conoco, Inc P.O. Box	460 Hobi	bs, NM 8	38240		
and and the same of the same o	a.a.a.a.a.a.a.a.a.				
	·	·			
. Were all operators listed in Item 5 a	bove notifie	d and furnish	hed a copy	of this application? YES	X NO If answer is yes, gi
date of such notification 11-9-	79				
			,		
CERTIFICATE: 1, the undersigned,					
(c under my supervision and direction and	empany), ar	nd that I am	authorized	by said company to make the	his report; and that this report was prepar
moet my supervision and direction and	enter that the	os stated HICI	CH MC SIQ	e, consect and complete to t	· · ·
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Should majurer from all affect many	re mut comme	mas an acal	Ligation 6 :		Outland Chynataro the New Mexico Oil Conservation Commi

NOTE: If the proposed multiple completion will result in an unorthodo vell location and/or a non-standard proration unit in One or of the producing zones, then separate application for approval of the same should be filed simultaneously with this application.

NEW MEXICO OIL CONSERVATION COMMISSION SANTA FE, NEW MEXICO APPLICATION FOR MULTIPLE COMPLETION

Form C+107 5-1-61

Case 6758 11-9-79 _____ Amoco Production Company State C Tr.11 P.O.Box 68 Hobbs, NM 88240 Location Unit 21-5 36-E of Well 1. Has the New signica Oil Conservation Commission beretofore authorized the multiple completion of a well in these same pools or in the same zones within one mile of the subject well? YES ______ NO X 2. If answer is yes, identify one such instance: Order No. ; Operator Lease, and Well No.: ____ 3. The following facts are submitted: Upper Intermediate Zone Zone. Zone Und, Drinkard a. Name of Pool and Formation Hardy Blinebry____ b. Top and Bottom of Pay Section 6719'-6832' 5800'- 6718' (Perforations) 011 c. Type of production (Oil or Gas) 011 d. Method of Production (Flowing or Artificial Lift) Artificial Lift Artificial Lift 1. The following are attached. (Please check YES or NO) a. Diagrammatic Sketch of the Multiple Completion, showing all casing strings, including diameters and setting depths, centralizers and/or turbolizers and location thereof, quantities used and top of cement, perforated intervals, tubing strings, including diameters and setting depth, location and type of packers and side door chokes, and such other information as may be pertinent. b. Plat showing the location of all wells on applicant's lease, all offset wells on offset leases, and the names and addresses of operators of all leases offsetting applicant's lease. c. Waivers consenting to such multiple completion from each offset operator, or in lieu thereof, evidence that said offset operators have been furnished copies of the application.* d. Electrical log of the well or other acceptable log with tops and bottoms of producing zones and intervals of perforation indicated thereon. (If such log is not available at the time application is filed it shall be submitted as provided by Rule 112-A.) 5. List all offset operators to the lease on which this well is located together with their correct mailing address. Shell - P.O. Box 1509 Midland, TX 79702 Gulf - P.O. Box 1150 Gulf Bldg. Midland, TX 79702 Cities Service - P.O. Box 1919 Midland Natl Bank Tower Midland, TX 79701 ARCO - P.O. Box 1710 Hobbs, NM 88240 Conoco, Inc. - P.O. Box 460 Hobbs, NM 88240 date of such notification 11-9-79 CERTIFICATE: 1, the undersigned, state that I am the Asst. Admin. Analyst of the Amoco Production (company), and that I am authorized by said company to make this report; and that this report was prepared under my supervision and direction and that the facts stated therein are true, correct and complete to the best of my knowledge.

*Should waivers from all offset operators not accompany an application for administrative approval, the New Mexico Oil Conservation Commission will hold the application for a period of twenty (20) days from day of receipt by the Commission's Santa Fe office, If, after said twenty-day period, no protest nor request for hearing is received by the Santa Fe office, the application will then be processed.

NOTE: If the proposed multiple completion will result in an unorthodo the producing zones, then separate application for approval of the same should be filed simultaneously with this application.

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FILE	

ENGINEERING CHAR

APPN

SUBJECT STATE "C" TRACT | # 11

DATE 11-9-79

R.W. HARDY BLINEBRY 510' FSL \$ 560' FEL, SEC. , T 215, R 36 E LEA COUNTY, NEW MEXICO ELEVATION: 3538' R.D.B. 3524' G.L. COMPLETED: 133/8" CSA 1275' 48# H-40 ST&C CMT W850 SXS. CIRC 238" TUBING WSUM HOLE COUP LINGS. 12532" SEATING NIPPLE 17/2" HOLE. PERFORATED SUB WJ-LATCH BELOW PARALLEL ANCHOR. PARALLEL ANCHOR ASSEMBLY SET@ 6180' /" TUBING I.D. OPENING . 2 % TUBING. 2532 SEATING NIPPLE LOCATOR SEAL AS SEMBLY, BAKER MODEL D PACKER SET @ 6650' 180' OF 36" TUBING MAKE TAIL PIPE 95/8" CSA 5061' 36# 5-80 ST & C BLINEBRY PERFS: 5800'-08', 5848'-53', 36# K-55_ST & C_ 5952-62', 6104'-08', 6172'-78'. 32 3# H-40 5T & C CMT W2700 SXS. CIRC QDRINKARD PERFS: 6719'-25, 6756'-62', 6765'-75', 6794'-98', 6808'-12', 6828'-32', 72JSPF. 7" LINER 4809'-6902' 26[#] K-55 TD-6902' 23# K-55 PBD-6851'
CMT "400 SXS. CIRC.
83/4" HOLE.



Post Giffice Box 60 Hobbs, New Mexico 88240

V. E. Staley

November 9, 1979

File: VES-986.51-999

Waivers Consent for Multiple Completion State "C" Tract 11 Well No. 11

Conoco, Inc. P.O. Box 460 Hobbs, NM 88240

Gentlemen:

We are requesting your approval as an offset operator for the multiple completion of our State "C" Tract 11 Well No.11, 510' FSL and 560' FEL Section 2 T-21-S R-36-E, Lea County, New Mexico. We have filed with the NMOCD in Santa Fe an application for multiple completion in the Undesignated Drinkard (Upper Zone) and in the Hardy Blinebry (Lower Zone) both as oil wells. Please approve and return a signed copy of this letter to this office and one to the NMOCD in Santa Fe. Self-addressed envelopes are enclosed.

Yours very truly,

Approved
Ву
Date

Enclosures

cc: NMOCD

P.O. Box 2038 Santa Fe, NM 87501



Post Office Box 68 Hobbs, New Mexico 88240

V. E. Staley District Superintendent

November 9, 1979

File: VES-986.51=999

ps.

Waivers Consent for Multiple Completion

State "C" Tract 11 Well No. 11

ARCO P.O. Box 1710 Hobbs, NM 88240

Gentlemen:

We are requesting your approval as an offset operator for the multiple completion of our State "C" Tract 11 Well No.11, 510' FSL and 560' FEL Section 2 T-21-S R-36-E, Lea County, New Mexico. We have filed with the NMOCD in Santa Fe an application for multiple completion in the Undesignated Drinkard (Upper Zone) and in the Hardy Blinebry (Lower Zone) both as oil wells. Please approve and return a signed copy of this letter to this office and one to the NMOCD in Santa Fe. Self-addressed envelopes are enclosed.

Yours very truly,

Approved _	
Бу	 ···
Date	

Enclosures

P.O. Box 2088 Santa Fe, NM 87501



Post Office Box 68 Hobbs, New Mexico H8240

V. E. Staley District Superintendent

November 9, 1979

File: VES-986.51-999

Waivers Consent for Multiple Completion

State "C" Tract 11 Well No. 11 Re:

Shell Oil Company P.O. Box 1509 Midland, TX 79702

We are requesting your approval as an offset operator for the "C" Tract 11 Well No.11, Mexico.

We are requesting your approval as an offset operator for 510'

New Mexico.

We are requesting your approval as an offset operator for your State "C" Tract 11 Well No.11, Mexico.

New Mexico.

It well No.11, Mexico.

Please multiple completion of 2 T-21-S R-36-E, Lea County, New Mexico.

It well not your state of the New Mexico.

New Mexico.

New Mexico.

Please will never to please oil wells.

We have filed with the NMOCD in Santa Fe. Self-addressed envelopes are approve and return a signed copy of this letter to this office and in the Hardy a signed copy of this letter to the NMOCD in Santa Fe. Self-addressed envelopes are one to the NMOCD in Santa Fe. Self-addressed envelopes are enclosed. Gentlemen:

enclosed. Yours very truly, Approved ____ Date ___

Enclosures

cc: NMOCD BOX 2088 Santa Fe, NM 87501



Post Office Box 68 Hobbs, New Mexico 88240

V. E. Staley

November 9, 1979

File: VES-986.51-999

Re: Waivers Consent for Multiple Completion State "C" Tract 11 Well No. 11

Cities Service Company P.O. Box 1919 Midland, TX 79701

Gentlemen:

We are requesting your approval as an offset operator for the multiple completion of our State "C" Tract 11 Well No.11, 510' FSL and 560' FEL Section 2 T-21-S R-36-E, Lea County, New Mexico. We have filed with the NMOCD in Santa Fe an application for multiple completion in the Undesignated Drinkard (Upper Zone) and in the Hardy Blinebry (Lower Zone) both as oil wells. Please approve and return a signed copy of this letter to this office and one to the NMOCD in Santa Fe. Self-addressed envelopes are enclosed.

Yours very truly,

Approved
Ву
Date

Enclosures

P.O. Box 2038 Santa Fe, NM 87501



Post Office Box 68 Hobbs, New Mexico 88240

V. E. Staley
District Superintendent

November 9, 1979

File: VES-986.51-999

Waivers Consent for Multiple Completion State "C" Tract 11 Well No. 11

Gulf Oil Company P.O. Box 1150 Gulf Building Midland, TX 79702

Gentlemen:

We are requesting your approval as an offset operator for the multiple completion of our State "C" Tract 11 Well No.11, 510' FSL and 560' FEL Section 2 T-21-S R-36-E, Lea County, New Mexico. We have filed with the NMOCD in Santa Fe an application for multiple completion in the Undesignated Drinkard (Upper Zone) and in the Hardy Blinebry (Lower Zone) both as oil wells. Please approve and return a signed copy of this letter to this office and one to the NMOCD in Santa Fe. Self-addressed envelopes are enclosed.

Yours very truly,

Approv	red	· · · · · · · · · · · · · · · · · · ·	
Ву			
Date		·····	

Enclosures

cc: NMOCD P.O. Box 2038 Santa Fe, NM 87501

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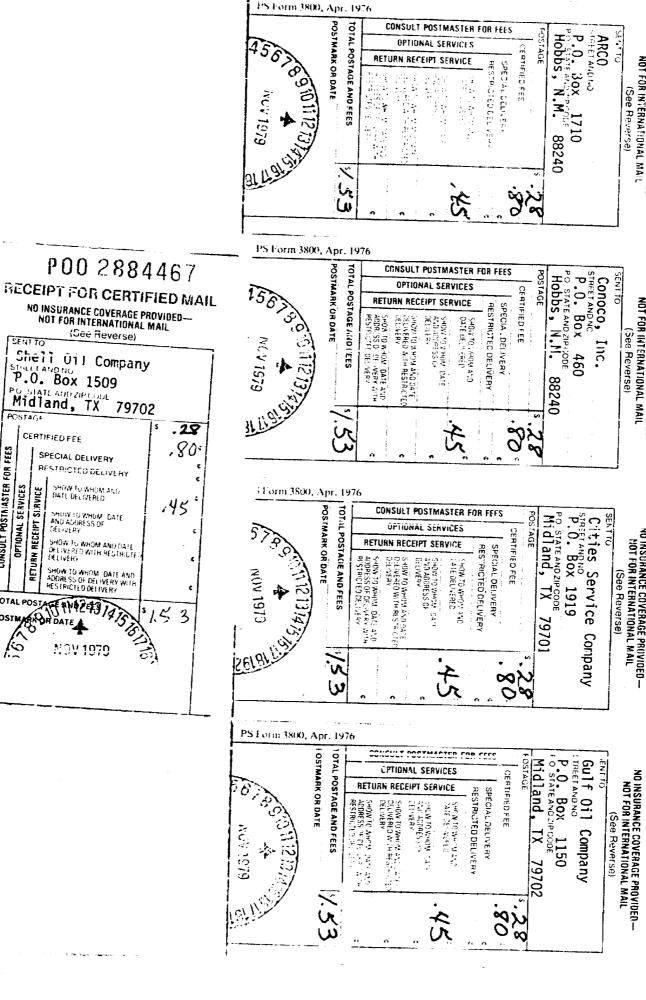
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Docket No. 45-79

Dockets Nos. 1-80 and 2-80 are tentatively set for January 3 and 16, 1980. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - DECEMBER 12, 1979

9 A.M. - OIL CONSERVATION DIVISION CONFERENCE ROOM, STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Daniel S. Nutter, Examiner, or Richard L. Stamets, Alternate Examiner:

- ALLOWABLE: (1) Consideration of the allowable production of gas for January, 1980, from fifteen provided pools in Les, Eddy, and Chaves Counties. New Mexico.
 - (2) Consideration of the allowable production of gas for January, 1980, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.
- CASE 6752: Application of Bill Stapler for a unit agreement, Les County, New Mexico. Applicant, in the abovestyled cause, sacks approval for the Quark Unit Area, comprising 11,200 acres, more or less, of State and Federal lands in Township 22 South, Range 34 East.
- Application of Amix Chemical Corporation for the amendment of Order No. R-111-A, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-111-A to extend the boundaries of the Potash-Oil Area by the inclusion of certain lands in Sections 26 and 27, Township 19 South, Range 29 East.
- CASE 6754: Application of Petroleum Development Corporation for a non-standard gas proration unit and an unorthodox location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location for a well to be drilled 660 feet from the North and West lines of Section 15, Township 19 South, Range 32 East, Lusk-Morrow Gas Pool, the W/2 of said Section 15 to be dedicated to the well as a non-standard 320-acre proration unit.
- Application of Dome Petroleum Corporation for water disposal, San Juan County, New Mexico.

 Applicant, in the above-styled cause, seeks authority to extend the previously authorized water disposal interval in its Santa Fe 20 Well No. 2 located in Unit F of Section 20, Township 21 North,

 Range 8 West, Snake Eyes-Entrada Oil Pool, to include the perforated interval from 5756 feet to 5790 feet in the Entrada formation.
- Application of Amoco Production Company for pool contraction and creation, Lea County, New Mexico.

 Applicant, in the above-styled cause, seeks the contraction of the vertical limits of the Air StripBone Spring Pool to comprise the Middle Bone Spring formation only, from 9300 feet to 9460 feet, and
 the creation of the Air Strip-Upper Bone Spring Pool to comprise said formation from 9180 feet to
 9260 feet and the Air Strip-Lower Bone Spring Pool to comprise said formation from 10,100 feet to
 10,400 feet. All depths are from the log of the Amoco State FU Well No. 2 in Unit N of Section 25,
 Township 18 South, Range 34 East, for which well applicant also seeks 51,310 barrels of discovery
 allowable.
- Application of Amoco Production Company for a dual completion, Lea County, New Mexico.

 Applicant, in the above-styled cause, seeks approval for the dual completion (convencional) of its state FU Well No. 1 located in Unit K of Section 25, Township 18 South, Range 34 East, to produce oil from the Air Strip Upper and Middle Bone Spring Pools thru parallel strings of tubing.
- CASE 6758: Application of Amoco Production Company for a dual completion, Lea County, New Mexico.

 Applicant, in the above-styled cause, seeks approval for the dual completion of its State "C" Tract

 11 Well No. 11 located in Unit X of Section 2, Township 21 South, Range 36 East, to produce oil from the Mardy-Blinebry Pool and an undesignated Drinkard pool through parallel strings of tubing.
 - CASE 6719: (Continued and Readvertised)

Application of Sam H. Smoddy for an amendment to Order No. R-5571; Lee County, New mexico. Applicant, in the above-styled county, seeks the amendment of Order No. R-5521, which authorizes the directional crilling of the Federal Well No. 2 in Section 25, Township 20 South, Range 32 East, to permit the well to be bottomed within 400 feet of a point 1320 feet from the South and West lines of Section 25.

CASE 6759: Application of Sun Oil Company for an unorthodox location, non-standard gas proration unit, infill findings, simultaneous dedication, and downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Reeves Well No. 6, 660 feet from the North line and 610 feet from the East line of Section 29, Township 20 South, Rauge 37 East, Eumont Gas Pool, to be simultaneously dedicated with its Reeves Well No. 2 in Unit D of Section 29 to a 160-acre non-stendard gas proration unit comprising the N/2 N/2 of Section 29. Also sought are findings that the proposed well is necessary to effectively and efficiently drain that portion of the proration unit which cannot be so drained by the existing unit well, and authority to commingle Eumont and Monument production in the wellbore of the proposed well.

dr/

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE CIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 6758
Order No. R- (223
APPLICATION OF AMOCO PRODUCTION COMPANY
FOR A DUAL COMPLETION, LEA
COUNTY, NEW MEXICO.
ORDER OF THE DIVISION
BY THE DIVISION:
DI TIM DIVIDION.
This cause came on for hearing at 9 o'clock a.m. on
December 12 , 19 79 , at Santa Fe, New Mexico, before
Examiner Daniel S. Nutter
NOW, on this day of pedember , 19 79 , the
Division Director, 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 Division has jurisdiction of this cause and the subject
matter thereof.
(2) That the applicant, Amoco Production Company,
seeks authority to complete its State "C" Tract 11
Well No. 11 , located in Unit $\frac{X}{}$ of Section $\frac{2}{}$, Town-
ship 21 South , Range 36 East , NMPM, Lea
County, New Mexico, as a dual completion (conventional) to
(combination)
oil
produce gasx from the Hardy-Blinebry Pool and an undesignated
Drinkard pool through parallel strings of tubing,
separation of the generalized by means of
a packer all at assersainatele 6650 leet.

6758

- (3) That the mechanics of the proposed <u>dual</u> completion are feasible and in accord with good conservation practices.
- That approval of the subject application will prevent

waste and protect correlative rights.
IT IS THEREFORE ORDERED:
(1) That the applicant, Amoco Production Company
is hereby authorized to complete its State "C" Tract 11
Well No. 11 , located in Unit X of Section 2
Township 21 South , Range 36 East , NMPM, Lea
County, New Mexico, as a dual completion(conventional) (combination) (tubingless)
oil to produce gas from the Hardy-Blinebry Pool and an undesignated
Drinkard pool through parallel strings of tubing with
- contration of the zones by means of a
packer set at approximately 6650 feet.
PROVIDED HOWEVER, that the applicant shall complete, operate,
and produce said well in accordance with the provisions of Rule
112-A of the Division Rules and Regulations insofar as said rule
is not inconsistent with this order;
PROVIDED FURTHER, that the applicant shall take Packer, Reskage tests upon completion and
annually thereafter during the Annual Sas-oil Kats
Test Period for the Drinkard gent. Pool.
(2) That jurisdiction of this cause is retained for the
entry of such further orders as the Division may deem necessary.
DONE at Santa Fe, New Mexico, on the day and year hereinabove

designated.