Southwestern District





December 23, 1986

Sun Exploration and **Production Company** 

No 24 Smith Road ClayDesta Plaza PO Box 1861 Midland TX 79702 9970 915 688 0300

Mr. David Catanach Energy and Mineral Dept. Oil Conservation Division P.O. Box 2088 Santa Fe, NM 87501

RE: Request Exception to Rule 303-A Downhole Commingling Sun Exploration & Production Co. Elliott B-12 Well No. 1 (NM 032369) D. 660' FNL & 660' FWL, Sec. 12, T-22-S, R-37-E San Andres and Paddock Lea County, New Mexico

Dear Mr. Catanach:

Sun requests administrative approval for an exception to Rule 303-A to permit downhole commingling of production in the subject well from the San Andres and Paddock Pools.

The Paddock zone was temporarily abandoned under a bridge plug in December 1985, so that we could recomplete to the San Andres zone. We would now like to downhole commingle the two zones. Neither zone is capable of flowing and therefore requires artificial lift. The royalty interest on both zones are the same. It is uneconomical for Sun to produce the Paddock on rod pump by itself. Also, the well is not presently involved in a secondary recovery project. Sun has wells that are presently downhole commingle with the Paddock at our Elliott A-15 and Elliott B-15 leases.

The additional information concerning this application, as outlined in Rule 303-C, is attached for your consideration.

Thank you.

lusan Wikstrom Susan Wikstrom Production Engineer

915/688-0421

SW/mcn

cc: Bureau of Land Mangement

P.O. Box 1778

Carlsbad, NM 88220

South Eurice San Andres



## A. Operator:

Sun Exploration and Production P.O. Box 1861 Midland, Texas 79702

## B. Lease:

Elliott B-12 #1 (NMO32369) Unit D, Sec. 12, T-22-S, R-37-E Lea County, New Mexico

## C. Plat Attached

- D. Form C-116 is attached for each zone.
- E. Production decline curves are attached for each zone.

## F. Estimated bottomhole pressure data:

San Andres: 295 psi @ 4500', datum (est'd from fluid level)

Paddock: 520 psi @ 4500', datum (est'd from offset Paddock build up data)

## G. Both the Paddock and San Andres zones are surface commingled with the Drinkard production at the Elliott B-12 and other leases with no evidence of fluid incompatibility. We foresee no problem with fluid compatibility of the Paddock and San Andres.

## H. The value of the commingled fluids will not be less than the sum of the values of the individual streams.

After Commingled: San Andres Paddock - 14 BOPD x \$13.91/bbl = 
$$\frac{\text{San Andres}}{\text{Paddock}}$$
 - 6 BOPD x \$13.91/bbl =  $\frac{83.46}{\text{day}}$  Total \$278.20/day

Combined - 20 BOPD x \$13.91/bb1 = \$278.20/day

## I. Allocation formulas:

$$X = \frac{1}{Z}$$
 (100) Where  $X = Percent allocation of commingled production of desired zone.  $Y = Latest \ daily \ rate \ of \ desired zone, MCFD \ or \ BOPD$   $Z = Total \ combined \ San \ Andres \ and \ Paddock \ daily \ rate, MCFD \ or \ BOPD$$ 

San Andres: 011 
$$X = \frac{14}{20} (100) = 70\%$$

Gas 
$$X = \frac{58}{218} (100) = 27\%$$

Paddock: 0i1 
$$X = \frac{6}{20} (100) = 30\%$$

Gas 
$$X = \frac{160}{218} (100 = 73\%)$$

J. All offset operators have been notified by a copy of this application:

Anadarko Petroleum Corp. P.O. Box 2497, 1300 Independence Plaza Midland, Texas 79702

Exxon Company U.S.A. P.O. Box 1600 Midland, Texas 79702-1600

Marathon Oil Company P.O. Box 552, 125 W. Missouri St. Midland, Texas 79702

Sohio Petroleum Company 10 Desta Dr., Ste. 600 West Midland, Texas 79705

## P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

Form C-116 Revised 10-1-78

GAS-OIL RATIO TESTS

Report casing pressure in lieu of tubing pressure for any well producing through casing.	d a temperature of 60° F.	During gas-oil ratio test, each well shall be produced at a rate not exceeding the top unit allowable for the pool in which well is located by more than 25 percent. Operator is encouraged to take advantage of this 25 percent tolerance in order that well can be assigned increased allowables when authorized by the Commission.		Elliott B-12	LEASE NAME		Address P.O. Box 1861, Midland, Texas	Operator Sun Exploration & Production Company
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Mail original and one copy of this report to the district office of the New Mexico Oli Conservation Commission in accordance with Rule 301 and appropriate pool rules.

Accountant

(Signature)

12/23/86

(Title)

(Date)

# P. O. BOX 2018 SANTA FE, NEW MEXICO 87501

Form C-116 Revised 10-1-78

GAS-OIL RATIO TESTS

No well will be assigned an allowable greater than the amount of oil produced on the official test.  During gas-oil ratio test, each well shall be produced at a rate not exceeding the top unit allowable for the located by more than 25 percent. Operator is encouraged to take advantage of this 25 percent tolerance in order that increased allowables when authorized by the Commission.		Elliott B-12	LEASE NAME		Address P.O. Box 1861, Midland, Texas	Sun Exploration & Production Company
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I hereby certify that the above information is true and complete to the best of my knowledge and belief.		26667/1	RATIO CU.FT/BBI	GAS - OIL	Special 🗓	

Gas volumes must be reported in MCF measured at a pressure base of 15.025 psia and a temperature of 60° F. Specific gravity base will be 0.60.

Report casing pressure in lieu of tubing pressure for any well producing through casing.

Mail original and one copy of this report to the district office of the New Mexico Oil Conservation Commission in accordance with Rule 301 and appropriate pool rules.

is true and complete to the best of my knowledge and belief.

Many Z-Luc

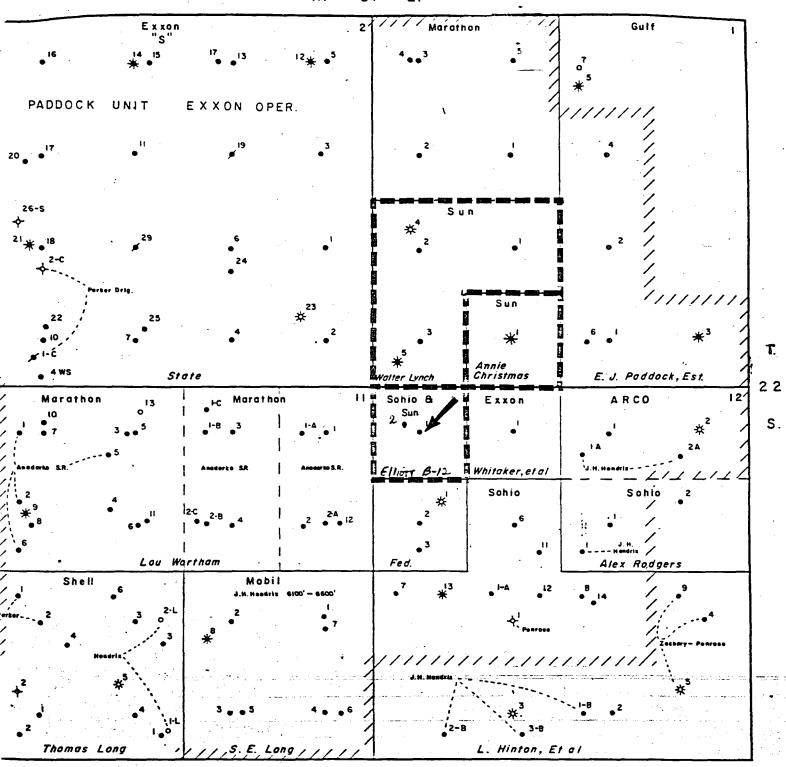
(Signature)

Accountant

(Title)

12/23/86

(Date)



WALTER LYNCH LEASE
ANNIE CHRISTMAS LEASE
LYNCH CHRISTMAS LEASE
ELLIDTI B-12 LEASE
LEA CO., NEW MEXICO

