

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

January 22, 1980

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-2434

BRUCE KING GOVERNOR LARRY KEHOE SECRETARY

> Conoco Inc. P. O. Box 460 Hobbs, New Mexico 88240

> > Re: Co

Correction to NFL-11

Gentlemen:

Please correct the description of the SEMU Eumont Well No. 110 as follows:

Unit K, Section 23, Township 20 South, Range 37 East, Lea County.

Sincerely,

JOE D. RAMEY, Director

JDR/RLS/dr

cc: Oil Conservation Division - Hobbs
Oil & Gas Engineering Committee - Hobbs

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Nick- Hate Concelion STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT	OIL CONSERVATION DIVISION P. O. Box 2008 SANTA FE, NEW MEXICO 87501	ADMINISTRATIVE ORDER NFL 11
FEDERAL E NATURALSEAS FOL	ILLING FINDINGS AND WELL-SPACIN RSUANT TO SECTION 271.305(b) OF NERGY REGULATORY COMMISSION REC ICY ACT OF 1978 AND OIL CONSERV ORDER NO. R-G013	THE
I. JAN 2 Operator CODNOSERVATION DIVISIO		
Operator CONOCOSENC.F-	Well Name and No.	SEMU Eumont Well No. 110
Location: Unit K Sec. 23 T	WR. 1295 Rng. 37E Cty.	Lea
11.		

THE DIVISION FINDS:

(1) That Section 271.305(b) of the Federal Energy Regulatory Commission Interim Regulations promulgated pursuant to the Natural Gas Policy Act of 1978 provides that, in order for an infill well to qualify as a new onshore production well under Section 103 of said Act, the Division must find, prior to the commencement of drilling, that the well is necessary to effectively and efficiently drain a portion of the reservoir covered by the proration unit which cannot be so drained by any existing well within that unit, and must-grant-a waiver of existing-well-opaoing requirements.

(2) That by Order No. R-6013, dated June 7, 1979, the Division established an administrative procedure whereby the Division Director and the Division Examiners are empowered to act for the Division and find that an infill well is necessary.

(3) That the well for which a finding is sought is to be completed in the <u>Eumont Gas</u>

Pool, and the standard spacing unit in said pool is <u>640</u> acres. (4) That a <u>240</u> acre proration unit comprising the <u>SW/4 and W/2 SE/4</u> of Sec. <u>23</u>, Twp. <u>2295</u>, Rng. <u>37E</u>, is currently dedicated to the <u>SEMU Eumont</u> Well No. 68 located in Unit J of said section.

(5) That this proration unit is () standard (X) nonstandard; if nonstandard, said unit was previously approved by Order No. NSP-961

(6) That said proration unit is not being effectively and efficiently drained by the existing well(s) on the unit.

(7) That the drilling and completion of the well for which a finding is sought should result in the production of an additional 168 M MCF of gas from the proration unit which would not otherwise be recovered.

(8) That all the requirements of Order No. R-6013 have been complied with, and that the well for which a finding is sought is necessary to effectively and efficiently drain a portion of the reservoir covered by said proration unit which cannot be so drained by any existing well within the unit.

(9) That in order to permit effective and efficient drainage of said proration unit, the subject application should be approved as an exception to the standard well spacing requirements for the pool-

IT IS THEREFORE ORDERED:

(1) That the applicant is hereby authorized to drill the well described in Section I above as an infill well on the existing proration unit described in Section II(4) above. The authorization for infill drilling granted by this order is an exception to applicable well spacing requirements and is necessary to permit the drainage of a portion of the reservoir covered by said proration unit which cannot be effectively and efficiently drained by any existing well thereon.

(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	this_	7th	_day of	January	, 19 <u>80</u>	_•
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									DIVISIÓN I	DIRECTOR E	KAMINE	

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OIL CONSERVATION DIVISION P. O. Box 2088 SANTA FE, NEW MEXICO 87501

ADMINISTRATIVE ORDER 11

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INFILL DRILLING FINDINGS AND WELL-SPACING WAIVER MADE PURSUANT TO SECTION 271.305(b) OF THE FEDERAL ENERGY REGULATORY COMMISSION REGULATIONS. NATURAL GAS POLICY ACT OF 1978 AND OIL CONSERVATION DIVISION ORDER NO. R-6013

Ť.

Operator	CONOCO	INC.	<u>.</u>			Well	Name	and No.	SEMU	Eumont	Well	No.	110
Location:	Unit_K	Sec	23	_Twp	29S	_Rng	37E	Cty.	Lea	1			

II.

THE DIVISION FINDS:

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

(1) That Section 271.305(b) of the Federal Energy Regulatory Commission Interim Regulations promulgated pursuant to the Natural Gas Policy Act of 1978 provides that, in order for an infill well to qualify as a new onshore production well under Section 103 of said Act, the Division must find, prior to the commencement of drilling, that the well is necessary to effectively and efficiently drain a portion of the reservoir covered by the proration unit which cannot be so drained by any existing well within that unit, and must-grant a waiver of existing well-opaoing requirements.

(2) That by Order No. R-6013, dated June 7, 1979, the Division established an administrative procedure whereby the Division Director and the Division Examiners are empowered to act for the Division and find that an infill well is necessary.

(3) That the well for which a finding is sought is to be completed in the _____ Eumont Gas

. . .

. .

	P	pool, and the	e standard spa	cing unit in	said pool	15 <u>640</u>	acres
(4) That a	240	_acre p	roration unit	comprising t	he <u>SW/4</u>	and W/2 SF	:/4
of Sec. 23							IU Eumont
Well No.			ated in Unit	-			

(5) That this proration unit is () standard (X) nonstandard; if nonstandard, said unit was previously approved by Order No. NSP-961

(6) That said proration unit is not being effectively and efficiently drained by the existing well(s) on the unit.

(7) That the drilling and completion of the well for which a finding is sought should result in M MCF of gas from the proration unit which would not the production of an additional 168 otherwise be recovered.

(8) That all the requirements of Order No. R-6013 have been complied with, and that the well for which a finding is sought is necessary to effectively and efficiently drain a portion of the reservoir covered by said proration unit which cannot be so drained by any existing well within the unit.

(9) That in order to permit effective and efficient drainage of said proration unit, the subject application should be approved as an exception to the standard well spacing requirements for the pg01-

IT IS THEREFORE ORDERED:

That the applicant is hereby authorized to drill the well described in Section I above as an (1) infill well on the existing proration unit described in Section II(4) above. The authorization for infill drilling granted by this order is an exception to applicable well spacing requirements and is necessary to permit the drainage of a portion of the reservoir covered by said proration unit which cannot be effectively and efficiently drained by any existing well thereon.

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	this	7th	day of	January	, 19 <u>80</u> .
	•					-		DIVISION	DIRECTOR EX	CAMINER_

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION P. O. Box 2088 SANTA FE, NEW MEXICO 87501

ADMINISTRATIVE ORDER

NFL_____

INFILL DRILLING FINDINGS AND WELL-SPACING WAIVER MADE PURSUANT TO SECTION 271.305(b) OF THE FEDERAL ENERGY REGULATORY COMMISSION REGULATIONS, NATURAL GAS POLICY ACT OF 1978 AND OIL CONSERVATION DIVISION ORDER NO. R-6013

Operator	Conoco Inc	Well Name and No.	SEMU	Eumon & Wellike 110
Location:	Unit_K_Sec. 23 Twp. 29 S	_Rng. <u>376</u> Cty	Lea	
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THE DIVISION FINDS:

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(4)

That a

(1) That Section 271.305(b) of the Federal Energy Regulatory Commission Interim Regulations promulgated pursuant to the Natural Gas Policy Act of 1978 provides that, in order for an infill well to qualify as a new onshore production well under Section 103 of said Act, the Division must find, prior to the commencement of drilling, that the well is necessary to effectively and efficiently drain a portion of the reservoir covered by the proration unit which cannot be so drained by any existing well within that unit, and must grant a walver of existing well spacing requirements.

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(3) That the well for which a finding is sought is to be completed in the <u>Cumput</u> G is

Pool, and the standard spacing unit in said pool is $\frac{640}{-\text{acres}}$ acres. 240 -acre proration unit comprising the SW/4 and W/2 SC/4

of Sec.	23	Twp. 295	, Rng. 37E ,	is_currently	dedicated to	the SEMU Emont
We	U No	68	located in Unit_	of said	section.	·

(5) That this proration unit is () standard (λ) nonstandard; if nonstandard, said unit was previously approved by Order No. $\lambda S P 961$.

(6) That said proration unit is not being effectively and efficiently drained by the existing well(s) on the unit.

(7) That the drilling and completion of the well for which a finding is sought should result in the production of an additional $\frac{168}{M}$ MCF of gas from the proration unit which would not otherwise be recovered.

(8) That all the requirements of Order No. R-6013 have been complied with, and that the well for which a finding is sought is necessary to effectively and efficiently drain a portion of the reservoir covered by said proration unit which cannot be so drained by any existing well within the unit.

(9) That in order to permit effective and efficient drainage of said proration unit, the subject application should be approved as an exception to the standard well spacing requirements for the pool.

IT IS THEREFORE ORDERED:

(1) That the applicant is hereby authorized to drill the well described in Section I above as an infill well on the existing proration unit described in Section II(4) above. The authorization for infill drilling granted by this order is an exception to applicable well spacing requirements and is necessary to permit the drainage of a portion of the reservoir covered by said proration unit which cannot be effectively and efficiently drained by any existing well thereon.

(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 this day of _____, 19_____

DIVISION DIRECTOR

EXAMINER



Conoco Inc.

P. O. Box 460 1001 North Turner

(505) 393-4141

Hobbs, NM 88240

L. P. Thompson Division Manager

John R. Kemp Assistant Division Manager

Production Department Hobbs Division North American Production

December 17, 1979

Oil Conservation Division of the New Mexico Department of Energy & Minerals P.O. Box 2088 Santa Fe, New Mexico 87501

Gentlemen:

Application for Administrative Approval - Natural Gas Policy Act Infill Finding - SEMU Eumont No. 110 - Eumont Gas Pool - 1650 FSL & 1650 FWL, Sec. 23, T-29S, R-37E, Lea County, New Mexico

Conoco Inc. respectfully requests certification of the need for a second well on the previously approved 240-acre proration unit to effectively and efficiently drain Eumont Pool gas reserves that will not be drained by the existing well in this unit. In accordance with special rules and regulations set forth under Order No. R-6013, the following information is submitted in support of our proposal:

- 1. Copies of Forms 9-331 (C-101) and C-102 for all Eumont gas wells in the established proration unit are attached.
- 2. The SEMU Eumont No. 110 will be completed in the Eumont gas Pool which has a standard proration unit of 640 acres.
- 3. The 240-acre proration unit on which the SEMU Eumont No. 110 will be located was established under Order No. NSP 961.

4. The SEMU Eumont No. 110 has not been spudded.

5. One well, the SEMU Eumont No. 68, located 1980' FSL and 1980' FEL of Sec. 23, T-20S, R-37E, has been drilled in the proration unit. This well was spudded on 9-28-58 and completed 10-11-58 in the Eumont Gas Pool. The well tested at a rate of 318 MCFGPD on 10-12-79.

E 6. I V A structure map on the top of the Penrose member of the Queen formation is attached, showing the proposed location. DEC 2 The western whalf of our Southeast Monument Unit is located OIL CONSERVOR the extreme eastern flank of the Eumont Gas Pool. The SANTA FE

Oil Conservation Div. of NM Dep't of Energy & Minerals December 17, 1979 Page Two

> Eumont pay zones thin toward the edge of the pool and become increasingly anhydritic with corresponding decreases in porosity and permeability. Conoco's SEMU Eumont Nos. 91, 93, and 98 have been drilled and completed on the eastern flank of the Eumont Gas Pool within the past five years. Logs of these three recently drilled wells show a number of low permeability sand stringers that are correlative between the wells and extend throughout this portion of the pool. Copies of these log sections are attached as Exhibits Nos. 1 - 3.

These low permeability pay intervals are shown on the dual laterologs of these three wells, by high resistivities and by stacking of the curves. An average of 18 feet of these tighter sands was encountered in the SEMU Eumont Nos. 91, 93, and 98 as indicated by the arrows on the dual laterologs in Exhibits Nos. 1 - 3.

The more permeable sand intervals are being adequately drained with the current well spacing on the Southeast Monument Unit. However, the effective drainage radius of the low permeability intervals is considerably smaller and the efficient drainage of this portion of the pay zone will require a denser well spacing to recover existing reserves from these tight sands.

The contrast in the drainage efficiency of the tight and more permeable intervals is controlled primarily by the following parameters:

Tight Sands

More Permeable Sands

k = .00003 darcies	k = .029 darcies
$\phi = 11\%$	$\phi = 14\%$
h = 18 feet	h = 47 feet
(k and ϕ values were obtained	from core analysis on our
SEMU Eumont No. 68)	

It is anticipated that an infill well in this part of the Eumont Pool will have a 10 year life and that the maximum drainage radius attained in the tight pay will be 1180 feet, representing an areal extent of 100 acres.

Reservoir pressure at the proposed infill locations should be 350 psi in the more permeable pay and is conservatively estimated at 700 psi in the tight pay intervals. Volumetric calculations, utilizing a 100 acre drainage area, 18 feet of tight pay, and a 300 psi abandonment

NMOCD December 17, 1979 Page 3

pressure in the tight pay, show that 168 MMCF of additional gas reserves will be recovered from these low permeability sands that will not be effectively drained by the existing wells on the wider spacing. These calculations are included as Exhibit No. 4.

Conoco is the operator of all wells offsetting the proration unit.

Yours very truly, ohn R Kemp

JWH-JS

CC: USGS-Hobbs ARCO-Hobbs Amoco-Hobbs Amoco-Hobbs Chevron-Midland

المسلم مين العد من المسلم عليه أحيسا المن مسالكتين الأكر التنابي من من عالم مرحل منها المحمد من المراجل المراج مسلم الالاي مسلم من منه الله المسلم المن مسلم التي الأكر الانتقاع من من المراجل من من الانتقاع المراجل المراجل مرحل معل منها من المسلم المسلم المراجل المحمد المراجل المراجل المراجل من المراجل المراجل المراجل المراجل المراج

NELL LOCATION AND ACREAGE DEDICATION FLAT

Form C-102

Supersedes C-128 Effective 1-1-65 All distances must be from the outer boundaries of the Section Operator Well No. Lease Continental Oil Company SEMU 68 Unit Letter Section Township Range County J 23 20S 37E Lea Actual Footage Location of Well: 1930 1980 South feet from the line and East feet from the line Ground Level Elev: Producing Formation Pool Dedicated Acreage: 3523 Seven Rivers Queen -(-4-)- 240 Acres Eumont 1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below. 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty). 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling. etc? Yes No If answer is "yes," type of consolidation If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.). No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission. 23124 CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. Admin. Section Chief Position Continental Oil Co. Company Date I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys mude by me or under my supervision, and that the some is true and correct to the best of my knowledge and belief. Date Surveyed OIL CONGERVATION DIVISION Registered Professional Engineer and/or Land Surveyor I SANTA FE Certificate No. 1.22

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330

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1320 1650

1980

2310

26 40

2000

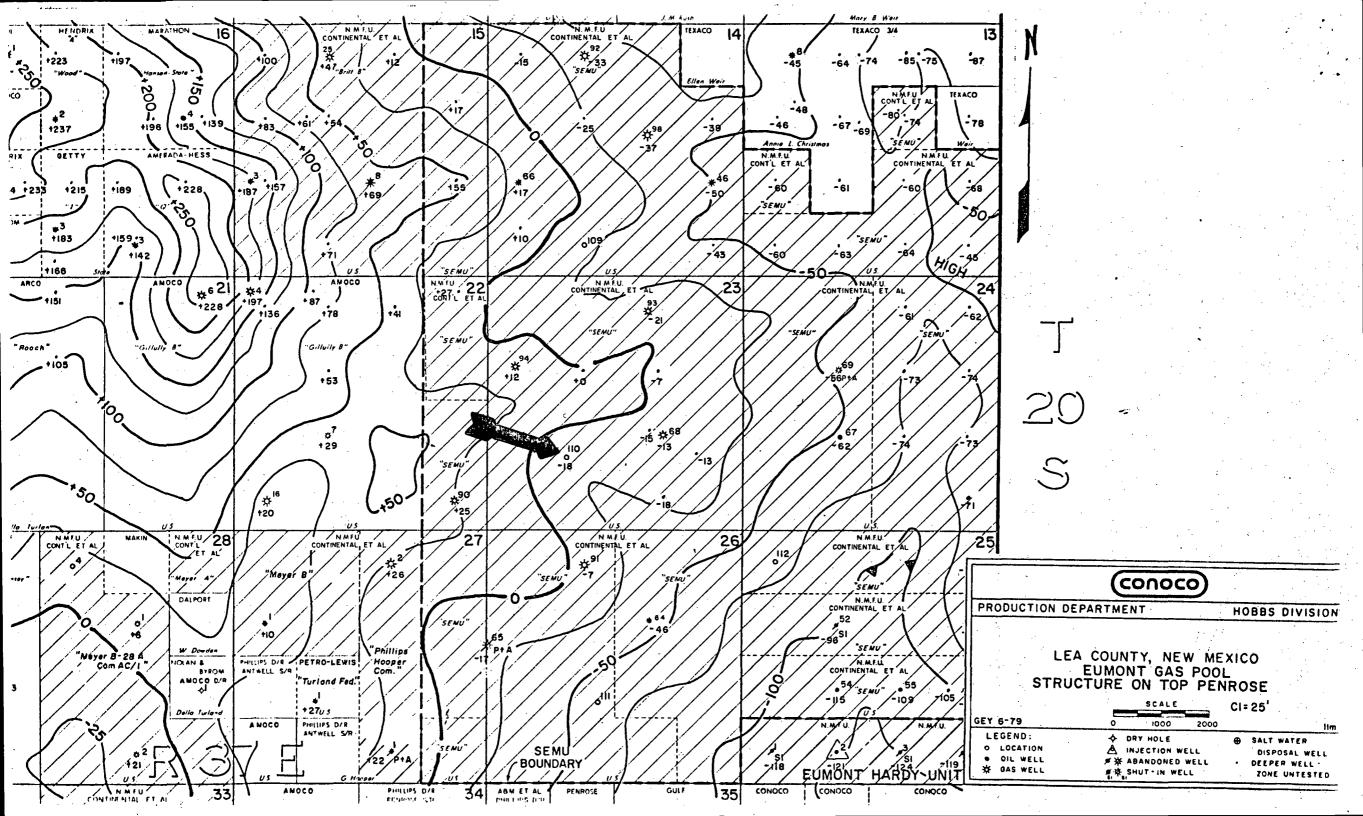
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Form 9-331 a (Feb. 1951)			Budget Bureau No. 42-R368.4. Approval expires 12-31-60.
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	TO CHANGE PLANS	-	SUBSEQUENT REPORT OF WATER SHUT-OFF
NOTICE OF INTENTION	TO TEST WATER SHUT-OFF		SUBSEQUENT REPORT OF ALTERING CASING
NOTICE OF INTENTION	TO RE-DRILL OR REPAIR WELL		SUBSEQUENT REPORT OF RE-DRILLING OR REPAIR
	TO SHOOT OR ACIDIZE	••	SUBSEQUENT REPORT OF ABANDONMENT
NOTICE OF INTENTION	TO PULL OR ALTER CASING		SUPPLEMENTARY WELL HISTORY
			<u> </u>
	(INDICATE ABOVE BY CHECK MA	RK NAT	URE OF REPORT, NOTICE, OR OTHER DATA)
SEMU-Eumont		H	obbs, New Mexico September 18, , 1958
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Well No. 68	is located 1980 ft. fro	$m_{}$	S ine and
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The elevation of t	he derrick floor above sea	level	is ft.
	DET	AILS	OF WORK
State names of and exp			eights, and lengths of proposed casings; indicate mudding jobs, cement- important proposed work)
It is	our intention to dri	11 a	well at the above location to a total
depth of 3750	* with rotary tools i	n or	der to continue the development of the
Fumont Gas re	serves and meet the d	eman	ds of the U.S.G.S. for further develop-
	al leases comprising	the	Southeast Monument Unit. All casing with approved methods of the U.S.G.S.
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LEA	EUMONT SEMU	CONT	COUNTY LEA STATE NE					
	z		Location: 660' FNL & 1980' FWL,	Other Services.				
COUNT	FIELD or LOCATION	COMPANY	Sec. 26 Twp 20-5 Nge 37-E	DLL				

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	011	COMPANY	CONTINENTAL	OIL COMPANY	
l S	U "91 TINENTAL	WELL	SEMU #91 EUMONT GAS		
		COUNTY_			NEW MEXICO
COUNTY	WELL	IOCATION: Sec. 26	660' FNL &		Other Services: CNL-FDC

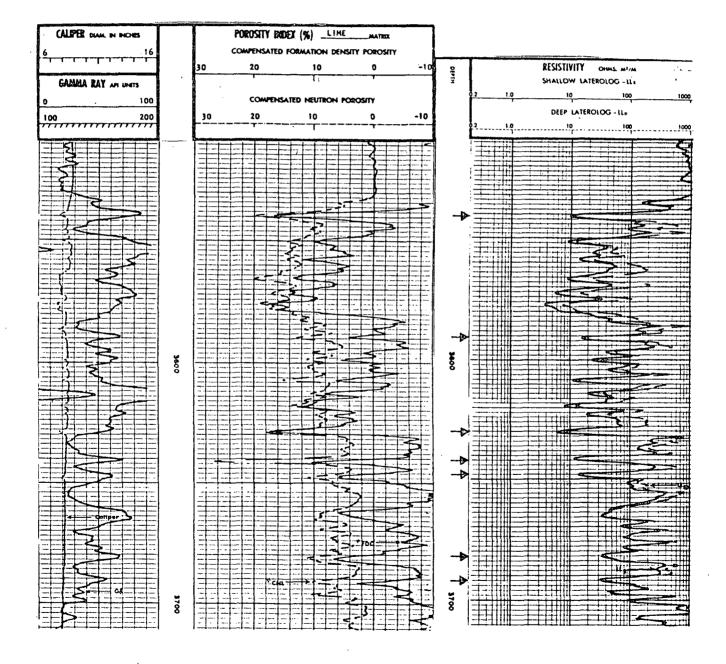


EXHIBIT NO. 1

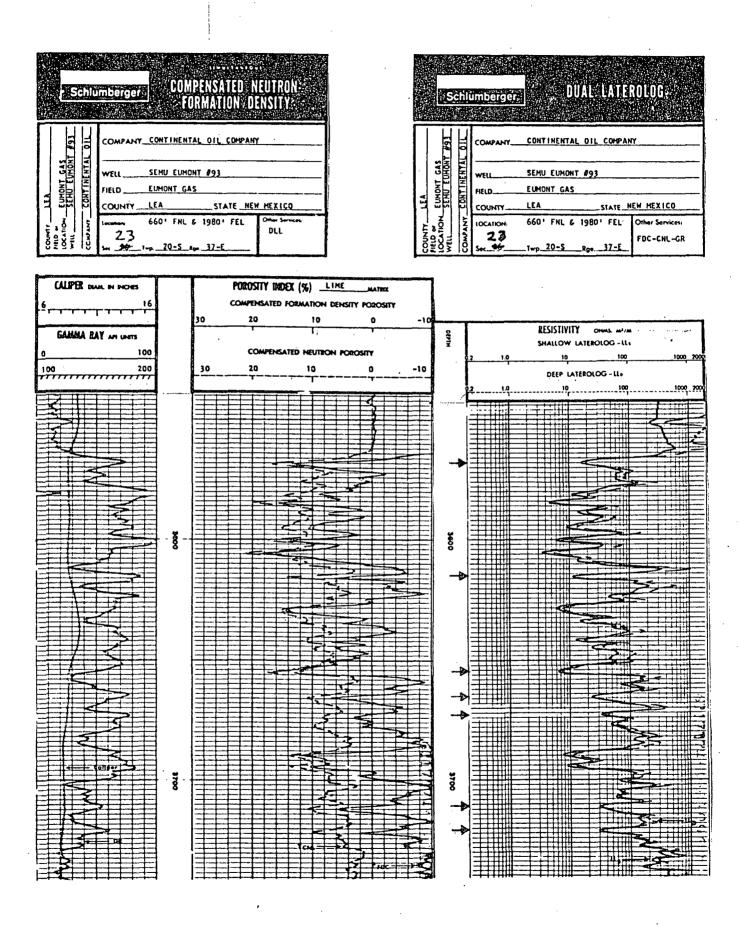
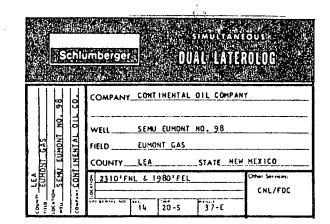


EXHIBIT NO. 2

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COLUMN TEA	-111 - 2 EHD	COMPANY CONT 1		6 1980'FE	.	Other Services: DLL

J



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CALIPER DUAL IN INCHES		POROSITY BROEK (%) LINE MATTER			
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EXHIBIT NO. 3

EXHIBIT NO. 4

Previously drilled infill wells Nos. 90, 91, 92, 93, 94, and 98 should have an average 12 year life as determined by decline analysis. Any additional infill wells are expected to have an average life of 10 years.

Radius of Drainage in Tight Pay After 10 Years

Gas S.G. = .67	P = 700 psi	μ = .011 cp.
$T = 555^{\circ} R$	Pc= 670 psi	$\phi = .11$
Tc= 380° R	$P_{R} = .52$	k = .00003 darcies
$T_{R} = 1.46$	z [^] = .945	t _r = 10 years (3650 days)

 $dz/dp = -1.82 \times 10^{-4}$ (From Craft & Hawkins, Pg. 271, Fig. 6.9)

$$Cg = \frac{1}{P} - \frac{1}{z} \left[\frac{dz}{dp} \right]$$

$$Cg = \frac{1}{700} - \frac{1}{.945} \quad (-1.82 \times 10^{-4})$$

 $Cg = 1.625 \times 10^{-3}$

$$t_r = \frac{.04 \ \mu \ Cg \ \emptyset \ r_e^2}{k}$$
 (From Craft & Hawkins, Pg. 275)

$$r_{e} = \left[\frac{t_{r}k}{.04 \ \mu \ Cg \ \emptyset}\right]^{\frac{1}{2}}$$

$$r_{e} = \left[\frac{(3650 \text{ days})(.00003 \text{ darcies})}{.04(.011)(1.625 \text{ x } 10^{-3})(.11)} \right]^{\frac{1}{2}}$$

 $r_e = 1180$ feet

Area = 100 acres

Exhibit 4 Cont. Page Two

Additional (Gas Reserves From Tight Sands	• .
Pti = 700 Pta = 300	$\begin{array}{llllllllllllllllllllllllllllllllllll$	R,
$\frac{2 @ 700 psi}{P_R = 1.045}$ z = .89	$P_{R} = .46$ z = .945) :
Bg = 35.35	<u> </u>	
Bgti= 35.35	$\frac{700}{(.89)(555^{\circ})} = 50 \text{ SCF/cu.ft.}$	-
Bgta= 35.35	$\frac{300}{(.945)(555^{\circ})} = 20 \text{ SCF/cu.ft.}$, 15 - 17 - 18 - 18 - 18 - 18 - 18 - 18 - 18

Gas Reserves = .04356 (Ø) (h) (A) (1-Sw) (Bgti-Bgta) MMCFG Gas Reserves = .04356 (.11)(18') (100 acres) (1-.35) (50-20) MMCFG Gas Reserves = 168 MMCFG

Nomenclature

- tr readjustment time (time required to reach approximate steadystate conditions at re)
- re external boundary radius

Cg - gas compressibility

Pmpi- initial pressure in more permeable pay

- Pti initial pressure in tight pay
- Pta abandonment pressure in tight pay

Bgti- initial gas formation volume factor in tight pay

Bgta- abandonment gas formation volume factor in tight pay