ATE OF NEW MEXICO AND MINERALS DEPARTMENT

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

AD	MIN	IST	RAT	IVE	ORE	ER
NF	• •	<i>:</i>	:	83		

INFILL DRILLING FINDINGS 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-A

Operator MARBOB ENERGY CORPORATION Well Name and No. M. Dodd "A" Fed. Well No. 24
Location: Unit J Sec. 22 Twp. 17 South Rng. 29 East Cty. Eddy
THE DIVISION FINDS:
(1) That Section 271.305(b) of the Federal Energy Regulatory Commission Regulations promulgated pursuant to the Natural Gas Policy Act of 1978 provides that, in order for an infill well to qual as a new onshore production well under Section 103 of said Act, the Division must find that the infill 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.
(2) That by Order No. R-6013-A, dated February 8, 1980, the Division established an administration 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 completed in the 'Grayburg Jackson
Pool, and the standard spacing unit in said pool is 40 acr (4) That a 40 -acre proration unit comprising the NW/4 SE/4
of Sec. 22 , Twp. 17 South , Rng. 29 East , is currently dedicated to the Marbob Energy Co
M Dodd "A" Fed. Well Nos. 6 & 20 cated in Unit J of said section.
(5) That this proration unit is (X) standard () nonstandard; if nonstandard, said unit was prev approved by Order No.
(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 $51,600$ MCF of gas from the proration unit which would n otherwise be recovered.
(8) That all the requirements of Order No. R-6013-A 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 tunit.
(9) That in order to permit effective and efficient drainage of said proration unit, the subject application should be approved.
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 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 25th day of June , 19 84
In A Lames

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT

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

ADMI	ORDER		
NFL -	83	:	

INFILL DRILLING FINDINGS 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-A

Operator Marbob Energy Corporation Well Name and No. M. Dodd A Federal Well No. 24
Location: Unit J Sec. 22 Twp. 17 South Rng. 29 East Cty. Eddy
THE DIVISION FINDS:
(1) That Section 271.305(b) of the Federal Energy Regulatory Commission Regulations promulgated pursuant to the Natural Gas Policy Act of 1978 provides that, in order for an infill well to qualifias a new onshore production well under Section 103 of said Act, the Division must find that the infill 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.
(2) That by Order No. R-6013-A, dated February 8, 1980, 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 completed in the Grayburg Jackson
Pool, and the standard spacing unit in said pool is 40 acres
(4) That a 40 -acre proration unit comprising the NW/4 SE/4
of Sec. 22, Twp. 17 Sorth, Rng. 29 East, is currently dedicated to the Marbob Jackson Energy
Corp. M. Dodd A Federal Wells No. 6+12located in Unit _ J of said section.
(5) That this proration unit is (K) standard () nonstandard; if nonstandard, said unit was previous approved by Order No.
(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 51,600 MCF of gas from the proration unit which would not otherwise be recovered.
(8) That all the requirements of Order No. R-6013-A 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.
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 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 thisday of, 19
cc oco Artesia
NMO+6EC Hobbz DIVISION DIRECTOR EXAMINER
115BLM - Riewell

Request for Infill Finding on

M. Dodd A Fed. #24

In accordance with Administrative

Procedures amended February 8, 1980

SUBMIT IN TRIPLICATES ctions on

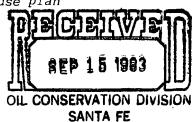
Form approved. Budget Bureau No. 42-R1425.

NITED STATES

		OF THE INTE	RIOR			5. LEASE DESIGNATION LC 028731 (A)	
APPLICATIO	N FOR PERMIT	TO DRILL, DEEP	EN, OR F	LUG BA	CK	6. IF INDIAN, ALLOTTEE	OR TRIBE NAME
1a. TTPE OF WORK DR		DEEPEN [PL	UG BACK		7. UNIT AGREEMENT N	A M D
	VELL OTHER		INGLE X	MULTIPLE Zone	_ _ -	8. FARM OR LEASE NAME	4 8
2. NAME OF OPERATOR	VELLY CHIER		UNE CAT	COME		M. Dodd "A"	
	rbob Energy Cor	poration		·		9. WELL NO.	
3. ADDRESS OF OPERATOR						24	
	O. Dr. 217, Art					10. FIELD AND POOL, O	B WILDCAT
At surface	Report location clearly and	in accordance with any	State requireme	nts.*)	<u> </u>	Grayburg Jac	ckson
23	10 FSL 2310 FEL					11. SEC., T., R., M., OR I AND SURVEY OR AS	BLR.
At proposed prod. zo.	_{ne} Same				ľ		
14 DISTANCE IN MILES	AND DIRECTION FROM NEA	OFOT TOWN OF POST OFFI	· • • • • • • • • • • • • • • • • • • •			Sec. 22-T17.	
,	s east of Artes		-			Eddy	N.M.
15. DISTANCE FROM PROP LOCATION TO NEARES PROPERTY OR LEASE	T		O. OF ACEEN IN	LEABE 17		ACREH ABBIGNED	!
(Also to nearest dri	g. unit line, if any)	330'	60 0			40	
 DISTANCE FROM PRO TO NEAREST WELL, I OR APPLIED FOR, ON TE 	DRILLING, COMPLETED,	3 30 '	3450'	20		or cable tools	
21. ELEVATIONS (Show wh	ether DF, RT, GR, etc.)					22. APPROX. DATE WO	BE WILL STARTS
3547.6	' GR	•				7/20/83	
23.	1	PROPOSED CASING AN	D CEMENTIN	G PROGRAM			······································
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING 1	DEPTH		QUANTITY OF CEMES	ir
12 1/4"	8 5/8"	24#	350)'	Suffi	cient to circ	ulate
7 7 /8"	5 1/2"	15 50#	2/15/		150 0	av to base o	E asile

Pay zone will be selectively perforated and stimulated as needed for optimum production.

- Attached are: 1. Location & acreage dedication plate
 - 2. Supplemental drilling data
 - Surface use plan





OIL & GAS

ROSWELL, NEW MEXICO

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposel is to deepen or plug back, give data on present productive sone and proposed new productive

reventer program if any.	Then the of substitute in the measures and		
BIGNED Carolyn Cris	TITLE Production Clerk	DATE	7/14/83
(This space for Federal or State office use)	·		
PERMIT NO.	APPBOVAL DATE	 	
APPROVED BY Amando a. hope	Chief Brand of Fluid	/ DATE /	1/21/83
CONDITIONS OF APPROVAL, IF ANY :	me seuting springer of the seuting	<i>D</i>	7 / 1

*See Instructions On Reverse Side

Rule #5

Form C-102 Supersedes C-128 Ellmitive 1-1-65

	, All dist	ences mount be from the	outer boundersee of	the Section	!
MARBOB ENERGY	CORPORATION	[+184	M. DODD	''A''	Well th 24
ar Letter Sect		1	Range .	County	
J 2	2 17 St	וודטכ	29 EAST	EDDY	,
2310	tion the SOUTH	line and 23	110 tee	the patries EAST	! Пон
aund Level Elev.	Fro lucing From time	Post	Cricultura 7a		De ficate il Acrea je:
3547.6	San Andres		Grayburg Ja	CKSOII	40 Acres
2. If more than of interest and ro. 3. If more than on	yalty)	to the well, out	line each and ide	ntify the ownership t	he plat below. hereof (both as to working all owners been consoli-
Yes []	No Hanswer is	"ves!" type of con	solidation		
this form if nec No allowable w	essury.)ill be assigned to the	sell until all inter	ests have been o	onsolidated (by con	ated. (Use reverse side of ununatization, unitization, approved by the Commis-
4 > .	1 C > 0# 1	10 0:00	<u>م</u>		CERTIFICATION
OIL CONSE		12-31-82 12-31-82	- 458,738. B- OPER COTION	LLL. I hereby LLL. Carol Carol indicate Produ Tricky Marbo Tricky And the seby I hereby I hereby	certify that the well-location in this plat was plotted from field actual surveys made by me or supervision, and that the same
	67/5 THE NO.		72	Date Sarv	n/0/164

Rulé 6:

M. Dodd "A" Fed. #24

Grayburg Jackson Seven Rivers Queen Grayburg San Andres

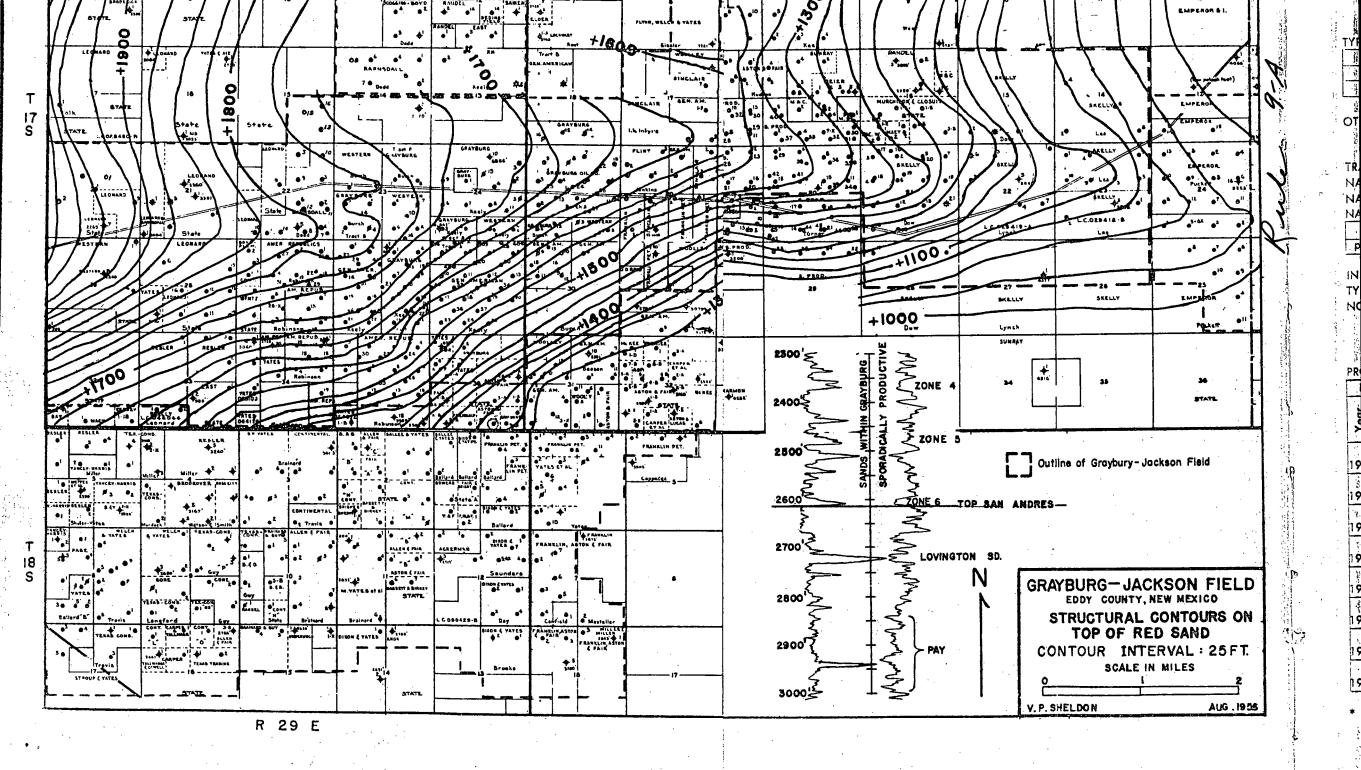
Standard spacing unit: 40 acres

Rule 7:

NA

Rule 8:

- M. Dodd A Fed. #6 1980 FSL 1980 FEL Sec. 22-T17S-R29E
 M. Dodd A Fed. #12 1650 FSL 1650 FEL Sec. 22-T17S-R29E
 M. Dodd A Fed. #24 2310 FSL 2310 FEL Sec. 22-T17S-R29E
- b. #6 4/10/37 #12 - 12/6/55 #24 - 8/2/83
- c. #6 6/2/37 #12 - 3/9/56 #24 - 8/19/83
- d. None
- e. #6 3 bbl. oil, no gas/day #12 - 24 bbl oil, 2 or 3 mcf gas/day #24 - 42 bbl oil, 187 mcf gas/day
- f. NA
- g. #6 well produces no gas and #12 produces negligible gas. In 1982 the #12 produced only 1619 mcf for the entire year. With the new reservoir type production rates obtained in a new well it was necessary to drill the new well to drain the reservoir.



Marbob Energy Corporation M. Dodd "A" Fed. Well #24 Grayburg Jackson Eddy County, New Mexico

Pertinent Engineering Data and Conclusions:

Well No. 24 was completed in the Grayburg Jackson Pool on August 20, 1983. This is an infill well located as per the attached plat.

Effective September 1, 1983, oil reserves recoverable will be 33,011 bbls and gas reserves recoverable will be 51,600 mcf.

Oil reserves were calculated from the electric log using a volumetric method for a twenty acre drainage. Analagous comparisons of comparable producing well history in the area were also utilized. The economic limit of the well was considered to be reached with a producing rate of 1 BOPD.

The original producing rate on this well was 42 BOPD. This rate is in excess of many of the older wells. It is evident from the producing rate that oil and gas reserves will be recovered only by increased pattern density. It is my conclusion that the infill wells will experience original reservoir conditions.

Paul G. White

Petroleum Engineer

September 7, 1983

Date

Pule # 9-8

Rule #11: Notice of this infill request has been sent to General American Oil Co. of Texas, P.O. Box 3306, Odessa, Texas 79760; and Tenneco Oil Exploration & Production Co., 6800 Park Ten Blvd., Suite 200 North, San Antonio, Texas 79212, as offset operators.

Marbob Energy Corporation

P. O. DRAWER 217 ARTESIA, NEW MEXICO 88210

- OFFICE PHONE -(505) 748-3303 (505) 746-2422

August 25, 1983



NIGHT PHONES --(505) 746-6197 (505) 746-6500

Re: Notice to Offset Operators

Dear Sirs:

Notice is hereby given to you as an offset operator to the request of Marbob Energy Corporation to the New Mexico Oil Conservation Division for an infill finding on the following well:

M. Dodd "A" Fed. #24 2310 FSL 2310 FEL Sec. 22-T17S-R29E Eddy County, N.M.

This notice is given pursuant to the Special Rules and Regulations Natural Gas Policy Act Infill Finding Administrative Procedure (amended February 8, 1980). These special rules and regulations shall apply to effective and efficient drainage findings for completed infill wells pursuant to Section 271.305 of the final Rules and Regulations of the Federal Energy Regulatory Commission relating to Section 103 of the Natural Gas Policy Act of 1978.

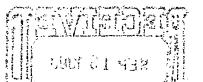
If there are any questions please contact me.

Very truly yours,

Carolyn Or**g**is

Assistant Secretary-Treasurer

RPM/co



OF CONSERVATION DIVISION SANTA ES

:: ::

Request for Infill Finding on

M. Dodd A Fed. #24

In accordance with Administrative

Procedures amended February 8, 1980

OFFINITIONS COPY

5. LEASE DESIGNATION AND SERIAL NO.

OUNITED STATES DEPARTMENT OF THE INTERIOR

GEOLOGICAL SURVEY	LC 028731 (A)
APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK	6. IF INDIAN, ALLOTTER OR TRIBE NAME
DRILL DEEPEN DEEPEN PLUG BACK	7. UNIT AUREEMENT NAME
b. TYPE OF WELL. OIL GAR SINGLE SINGLE	8. FARM OR LEASE NAME
WELL X WELL OTHER ZONE X ZONE 2. NAME OF OPERATOR	M. Dodd "A"
Marbob Energy Corporation	9. WELL NO.
. ADDRESS OF OPERATOR	24
P.O. Dr. 217, Artesia, N.M. 88210	10. FIELD AND POOL, OR WILDCAT
At surface.	Grayburg Jackson
2310 FSL 2310 FEL. At proposed prod. zone Same	11. SEC., T., R., M., OB BLK. AND SURVEY OR AREA
4. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*	Sec. 22-T17S-R29E
20 air miles east of Artesia, N.M. 88210	1
The state of the s	Eddy N.M.
LOCATION TO NEABERT PROPERTY OR LEASE LINE, FT.	HIN WELL
(Miso to Bearest Grig. Gatt Tibe, it ally)	AT OR CABLE TOOLS
TO NEAREST WELL, DRILLING, COMPLETED,	Rotary
21. ELEVATIONS (Show whether DF, RT, GR, etc.)	22. APPROX, DATE WORK WILL START
3547.6' GR	7/20/83
23. PROPOSED CASING AND CEMENTING PROGRAM	
SIZE OF HOLZ SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH	QUANTITY OF CEMENT
12 1/4" 8 5/8" 24# 350' Suff	icient to circulate
	sax, to base of salt
SANTA FE	JUL 2 0 1983 OIL & GAS ROSVIELL, NEVI MEXICO
IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present pro- zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measure preventer program, if any. 24.	ed and true vertical depths. Give blowe
BIGNED Aroly Ches Production Clerk	7/14/83
(This space for Federal or State office use)	
PERMIT NOAPPROVAL DATE	/ / /
APPROVED BY CONDITIONS OF APPROVAL, IF ANY:	Luids DATE 7/21/83
*See Instructions On Reverse Side	Jule #5

JOHN W. WEST NO. 676 -

WELL TOCATION AND ACREAGE DEDICATION PLAT MARBOB ENERGY CORPORATION S -- SE 11 Harrie 11 1 - 21 - 1 29 EAST 17 SOUTH test from the SOUTH want Level Eleve San Andres Grayburg Jackson 3547.6 1. Outline the acreage dedicated to the subject well by colored pencil of hachure marks on the plat below. 2. If more than one leave is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and covalty) 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolid dated by communitization, unitization, for e-pooling, etc? Tar I So If answer is "ves," type of consolidation _____ If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-peoling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commis-M. DODD A FED. #6- MARBOR DPERATOR
CHA. PROD. 12-31-82-458,738 BLL. I beenly certify that the information con-M. DODD A FED #12- MARBOR, OPERTOR Carolyn Orris GRAYBURG-XIERY COMPRETION Cum. Prop. 12-31-82- 70,980 elle Production Clerk Marbob Energy Corporation 1 200 7/14/83 I hereby certify that the well location SANTA FE true and correct to the best of my 0/2

Rule 6:

M. Dodd "A" Fed. #24

Grayburg Jackson Seven Rivers Queen Grayburg San Andres

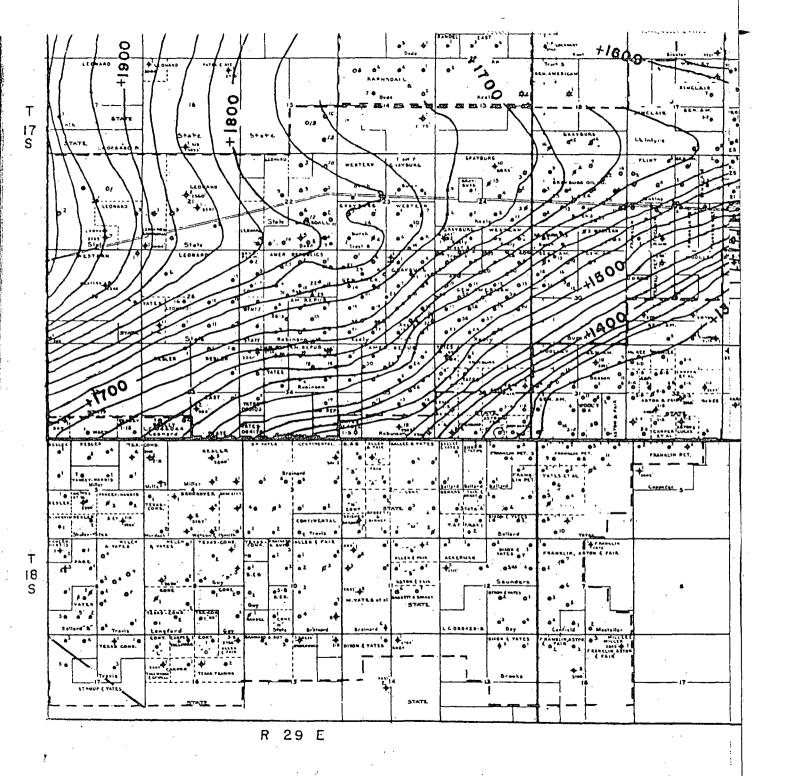
Standard spacing unit: 40 acres

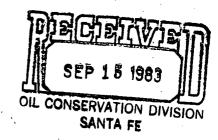
Rule 7:

NA

Rule 8:

- M. Dodd A Fed. #6 1980 FSL 1980 FEL Sec. 22-T17S-R29E
 M. Dodd A Fed. #12 1650 FSL 1650 FEL Sec. 22-T17S-R29E
 M. Dodd A Fed. #24 2310 FSL 2310 FEL Sec. 22-T17S-R29E
- b. #6 4/10/37 #12 - 12/6/55 #24 - 8/2/83
- c. #6 6/2/37 #12 - 3/9/56 #24 - 8/19/83
- d. None
- e. #6 3 bbl. oil, no gas/day #12 - 24 bbl oil, 2 or 3 mcf gas/day #24 - 42 bbl oil, 187 mcf gas/day
- f. NA
- g. #6 well produces no gas and #12 produces negligible gas. In 1982 the #12 produced only 1619 mcf for the entire year. With the new reservoir type production rates obtained in a new well it was necessary to drill the new well to drain the reservoir.





Marbob Energy Corporation M. Dodd "A" Fed. Well #24 Grayburg Jackson Eddy County, New Mexico

Pertinent Engineering Data and Conclusions:

Well No. 24 was completed in the Grayburg Jackson Pool on August 20, 1983. This is an infill well located as per the attached plat.

Effective September 1, 1983, oil reserves recoverable will be 33,011 bbls and gas reserves recoverable will be 51,600 mcf.

Oil reserves were calculated from the electric log using a volumetric method for a twenty acre drainage. Analagous comparisons of comparable producing well history in the area were also utilized. The economic limit of the well was considered to be reached with a producing rate of 1 BOPD.

The original producing rate on this well was 42 BOPD. This rate is in excess of many of the older wells. It is evident from the producing rate that oil and gas reserves will be recovered only by increased pattern density. It is my conclusion that the infill wells will experience original reservoir conditions.

Paul G. White

Petroleum Engineer

September 7, 1983

Date

Pule # 9-8

Rule #11: Notice of this infill request has been sent to General American Oil Co. of Texas, P.O. Box 3306, Odessa, Texas 79760; and Tenneco Oil Exploration & Production Co., 6800 Park Ten Blvd., Suite 200 North, San Antonio, Texas 79212, as offset operators.

Marbob Energy Corporation

P. O. DRAWER 217 ARTESIA, NEW MEXICO:88210

OFFICE PHONE --(505) 748-3303 (505) 746-2422

August 25, 1983



-- NIGHT PHONES --(505) 746-6197 (505) 746-6500

Re: Notice to Offset Operators

Dear Sirs:

Notice is hereby given to you as an offset operator to the request of Marbob Energy Corporation to the New Mexico Oil Conservation Division for an infill finding on the following well:

M. Dodd "A" Fed. #24 2310 FSL 2310 FEL Sec. 22-T17S-R29E Eddy County, N.M.

This notice is given pursuant to the Special Rules and Regulations Natural Gas Policy Act Infill Finding Administrative Procedure (amended February 8, 1980). These special rules and regulations shall apply to effective and efficient drainage findings for completed infill wells pursuant to Section 271.305 of the final Rules and Regulations of the Federal Energy Regulatory Commission relating to Section 103 of the Natural Gas Policy Act of 1978.

If there are any questions please contact me.

Very truly yours,

Carolyn Or**£**is

Assistant Secretary-Treasurer

RPM/co