DATE IN SUSPENSE ENGINEER LOGGED IN TYPE APP N	10.

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

٦	THIS CHECKLIST IS MANDA	TORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE
Appil	[DHC-Downhol [PC-Pool C [WF	d Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication] e Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] ommingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement] X-Waterflood Expansion] [PMX-Pressure Maintenance Expansion] [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase] Enhanced Oil Recovery Certification] [PPR-Positive Production Response]
[1]	[A] Lo Check Ono [B] Co	ICATION - Check Those Which Apply for [A] Decation - Spacing Unit - Simultaneous Dedication SEP - 6 2001 Sicorilla Apriche # 11 INSL NSP SD SEP - 6 2001 Sicorilla Apriche # 11 Marathon Oil Co. Demmingling - Storage - Measurement DHC CTB PLC PC OLS OLM
		jection - Disposal - Pressure Increase - Enhanced Oil Recovery WFX PMX SWD IPI EOR PPR ther: Specify
[2]	NOTIFICATION [A] [[B] [[C] [[D] [[E] [[F] [REQUIRED TO: - Check Those Which Apply, or Does Not Apply Working, Royalty or Overriding Royalty Interest Owners Offset Operators, Leaseholders or Surface Owner Application is One Which Requires Published Legal Notice Notification and/or Concurrent Approval by BLM or SLO U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office For all of the above, Proof of Notification or Publication is Attached, and/or, Waivers are Attached
[3]	SUBMIT ACCUR	RATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE

OF APPLICATION INDICATED ABOVE.

CERTIFICATION: I hereby certify that the information submitted with this application for administrative [4] approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Thomar P KaniProduction Engineer9-5-01SignatureTitleDateTPKacir & Marathon Oil. com
e-mail Address Thomas P. Kacir Print or Type Name

125330886



Houston Division Production Operations, United States OIL CONSERVATION DIV.

RO. 186x 2490 Hobbs, New Mexico 88240

Telephone 505/393-7106

Marathon **Oil Company**

August 31, 2001

Mr. David Catanach Oil Conservation Department Energy and Minerals Department P.O. Box 6429 Santa Fe, New Mexico 87505-6429

RE: Jicarilla Apache Well No. 11 Unit Letter M, 1040' FSL & 800' FWL Section 28, T-26-N, R-5-W Rio Arriba County, New Mexico

> Request Change to DHC #2717 Blanco Mesaverde (Prorated gas - 72319) Otero Chacra (Gas - 82329)

Request Change to MC #1759 South Blanco Pictured Cliffs (Prorated gas-72439) Blanco Mesaverde & Otero Chacra

Dear Mr. Catanach:

Marathon Oil Company requests administrative approval to change the production allocation on the DHC #2717 permit in the above subject well in Rio Arriba County, New Mexico. The pools to be down-hole commingled are Otero Chacra and the Blanco Mesaverde. This well will continue to be a dual completion but with the South Blanco Pictured Cliffs (Prorate gas -72439) produced separately from the Chacra, Mesaverde.

Jicarilla Apache Well No. 11 was drilled and completed as a dual Dakota and Pictured Cliffs producer in 1967 (MC-1759). In September 2000, the Dakota perforations were abandon after an unsuccessful attempt to retrieve the packer. A 4-1/2" casing string was ran inside the 7-5/8" casing to isolate the Pictured Cliffs perforations. The Mesaverde and Chacra were then perforated, stimulated and tested. This well is now producing from the Pictured Cliffs up the casing casing annulus and the Chacra, Mesaverde up the tubing.

In April 2000, we received the DHC #2717 to Down-Hole Commingle the Dakota, Mesaverde, Chacra and Pictured Cliffs. After the work over we re-filed and received an amended order to Down-Hole Commingle the Mesaverde and Chacra, but Marathon did not allocate any oil production. A letter was sent by Marathon to allocate the oil production but had all four pools listed. We received approval for the oil allocation in March 2001 with all four pools showing up, with gas allocations.

The down-hole commingle allocations are listed on the attachment. Enclosed is data supporting the change in pool production allocation for the down-hole commingling on Jicarilla Apache Well No. 11. If additional information is necessary or you have any questions, please contact me at (915) 687-8450.

Sincerely,

Thom I Kau

Thomas P. Kacir Production Engineer

Enclosure

Jicarilla Apache Well No. 11 Jicarilla Field

A: Operator

Marathon Oil Company P.O. Box 2490 Hobbs, New Mexico 88241

B: Lease Name and Well Number

Jicarilla Apache Well No. 11 Unit Letter M, 1040' FSL & 800' FWL Section 28, T-26-N, R-5-W Rio Arriba County, New Mexico Mesaverde, Chacra Pools

C: C-116's

Attached

D: Production Decline Curves

Decline Curve is Attached

E: Production Allocation

POOL Chacra Chacra	BOPD 0 0	MCFD 565 261	BWPD 24 0	Worko Post-W	ated Methods ver Test Vorkover Model with high casing re (only modeled gas)
<u>POOL</u> Chacra & M Chacra Mesaverde	esaverde	18 0	1CFD 1 595 261 334 3	BWPD 30 <u>11</u> 19	Estimated Methods Post Workover test Post Workover Model (estimated water)
Allocated P	ercentages	<u>Oil %</u>	<u>Gas %</u>	Water	<u>%</u>
Chacra Mesaverde Total		0 <u>100</u> 100	56 44 100	$\frac{37}{63}$	

Distrect I

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1525 N. French Drive, Hobbs, M District II

1301 W. Grand Avenue, Artesia, NM 88210

District III

1000 Rio Brazos Road, Aztec, NM 87410

1220 S. St. Francis Dr., Santa Fe, NM 87505

District IV

State of New Mexico Energy, Minerals and Natural Resources Department

Oil Conservation Division

1220 South St. Francis Dr. Santa Fe, New Mexico 87505 APPLICATION TYPE __x_Single Well _Establish Pre-Approved Pools EXISTING WELLBORE __x_Yes ___No

APPLICATION FOR DOWNHOLE COMMINGLING

Marathon Oil Company		P.O. Box 2490	Hobbs, NM 88241	
Operator			Address	
Jicarilla Apache	11		UL 'M', Sec 28, T-26-N, R-5-W	Rio Arriba
Lease		Well No.	Unit Letter-Section-Township-Range	County

OGRID No. 14021 Property Code 6414 API No. 30-039-08149 Lease Type: x Federal State Fee

DATA ELEMENT	UPPER 2	ZONE	INTERM	EDIATE ZO	NE	LOWI	ER ZONE			
D 1)	Otero Cl	lacra	1	NA		Blanco	Mesaverde			
Pool Name							2010			
Pool Code	8232	9	1	NA			72319			
Top and Bottom of Pay Section (Perforated or Open-Hole Interval)	3714' - :	3739'		NA			3' - 5126'			
Method of Production (Flowing or Artificial Lift)	Artificia (Plunger			NA		Artificial Lift (Plunger lift)				
Bottomhole Pressure (Note: Pressure data will not be required if the bottom perforation in the lower zone is within 150% of the depth of the top perforation in the upper zone)	NA			NA			NA			
Oil Gravity or Gas BTU (Degree API or Gas BTU)	112)		NA		1225				
Producing, Shut-In or New Zone	Produc	ing	NA			NA Producing				
Date and Oil/Gas/Water Rates of							······			
Last Production. (Note: For new zones with no production history, applicant shall be required to attach production estimates and supporting data.)	Date: 8-27-01 Rates: 0.4/203/0 Commingled w Mesaverde		Date: NA Rates: NA			Date: 8-27-0 Rates: 0.4/20 Commingled				
Fixed Allocation Percentage (Note: If allocation is based upon something other	Oil	Gas	Oil	Gas		Oil	Gas			
than current or past production, supporting data or explanation will be required.)	0 %	56 %	%	%	6	100 %	44 %			

ADDITIONAL DATA

Are all working, royalty and overriding royalty interests identical in all commingled zones? If not, have all working, royalty and overriding royalty interest owners been notified by certified mail?	Yes Yes	<u>x</u>	No No
Are all produced fluids from all commingled zones compatible with each other?	Yes	<u>x</u>	No
Will commingling decrease the value of production?	Yes		No <u>x</u>
If this well is on, or communitized with, state or federal lands, has either the Commissioner of Public Lands or the United States Bureau of Land Management been notified in writing of this application?	Yes		No
NMOCD Reference Case No. applicable to this well:			
A trachmente:			

Attachments:

C-102 for each zone to be commingled showing its spacing unit and acreage dedication.

Production curve for each zone for at least one year. (If not available, attach explanation.)

For zones with no production history, estimated production rates and supporting data.

Data to support allocation method or formula.

Notification list of working, royalty and overriding royalty interests for uncommon interest cases.

Any additional statements, data or documents required to support commingling.

PRE-APPROVED POOLS

If application is to establish Pre-Approved Pools, the following additional information will be required:

List of other orders approving downhole commingling within the proposed Pre-Approved Pools List of all operators within the proposed Pre-Approved Pools Proof that all operators within the proposed Pre-Approved Pools were provided notice of this application. Bottomhole pressure data.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Thomas PK ver	
TYPE OR PRINT NAME Thomas P. Kacir	TELEPHONE NO. (<u>915</u>) 687-8450

Instructions: 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 Division. 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. (See Rule 301, Rule 1116 & appropriate pool rules.)		Instructions: During gas-oil ratio test, each well sl	Jicarilla Apache API 30-039-08149	LEASE NAME		PO Box 2490 Hobbs, NM 88240	Address	Operator Marathon Oil Company		1220 S. St. Francis Dr., Santa Fe, NM 87505	<u>District III</u> 1000 Rio Brazos Road, Aztec, NM 87410	<u>District II</u> 811 South First, Artesia, NM 88210	District I 1625 N. French Dr., Hobbs, NM 88240 District II	
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ell prod	ure bas	ouraged orized l	ite not	26	н	LOCATION								ਸ
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ling the top u ce advantage Division. 5.025 psia and through casin	9/13/01	DATE OF TEST			12	1		1220 South St. Francis Dr. Santa Fe, NM 87505	Oil Conservat	State of New Mexico Energy Minerals and Natural Resources				
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	of 60° F.	it toleran	the pool	135	PRESS	TBG.				T				ources
		ce in	'n		ALLOW- ABLE	DAILY	Sche							
<u>August 31,</u> Date	<u>Kelly Cook</u> Printed Nan	Signature	I hereby	œ	OF TEST HOURS	LENGTH	Scheduled							
31, 2001	Kelly Cook Printed Name and Title	e V	I hereby certify that	24	WATER BBLS.	PH			<u>, 1</u>					
	Title		at the a sy of m		GRAV. OIL	ROD. DU	Completion [County Rin Arriba					
			the above information is true of my knowledge and belief.	0	OIL BBLS.	PROD. DURING TEST	ition	×						
Tel	Admi		ormatio odge and	 565	GAS M.C.F.	ST							VENDO	Devrice
<u>393-7106</u> Telephone No.	Admin. Assistant		I hereby pertify that the above information is true and complete to the best of my knowledge and belief.	N/A		GAS - OIL	Special				District Office	Submit 2 copies	a matri	Form C-116

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Energy Minera	State
Energy Minerals and Natural Resources	State of New Mexico
Resources	

Form C-116 Revised March 17, 1999

Submit 2 copies To Appropriate District Office

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> 811.South First, Artesia, NM 88210 <u>District III</u> 1000 Rio Brazos Road, Aztec, NM 87410 <u>District IV</u>

1220 S. St. Francis Dr., Santa Fe, NM 87505

GAS - OIL RATIO TEST

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

order that well can be assigned increased allowables when authorized by the Division. Marathon Oil Company Operator (See Rule 301, Rule 1116 & appropriate pool rules.) Specific gravity base will be 0.60. which well is located by more than 25 percent. Operator is encouraged to take advantage of this 25 percent tolerance in * = Plunger Lift FOR INFORMATION ONLY Jicarilla Apache API 30-039-08149 PO Box 2490 Address Instructions: Gas volumes must be reported in MCF measured at a pressure base of 15.025 psia and 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 Report casing pressure in lieu of tubing pressure for any well producing through casing LEASE NAME Hobbs, NM 88240 WELL NO. 11 Ζ 28 LOCATION S 26 н S R Chacra and Mesa Verde 9/26/00 DATE OF TEST 7/12/01 12/13/00 TEST - (X) TYPE OF * ¥ * STATUS CHOKE SIZE 181 281 281 93 TBG. PRESS 110 195 40 ALLOW-DAILY ABLE Scheduled Date August 31, 2001 Signature complete to the best of my knowledge and belief. Printed Name and Title Kelly Cook LENGTH TEST HOURS hereby certify that the above information is true and 24 ç 24 24 WATER BBLS. 30 0 0 County Rio Arriba PROD. DURING TEST Completion GRAV. OIL OIL BBLS. []× 18 0 6 M.C.F. Admin. Assistant 242 GAS 304 595 Telephone No. Special CU.FT/BBI GAS - OIL RATIO 393-7106 50,667 33,056 N/A









Jicarilla Apache Well No 11 Chacra & Mesaverde

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Marathon Oil Company





Jicarilla Apache #11 Chacra Model

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8/31/2001

Marathon Oil Company

Rio Arriba, NM



Jicarilla Apache #11 Chacra Model

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8/31/2001

