

P.O. Box 552 Midland, Texas 79702 Telephone 915/682-1626

393-7106

November 4, 1991

Mr. Michael E. Stogner Energy, Minerals and Natural Resources Department Oil Conservation Division P. O. Box 2088 Santa Fe, NM 87501

Request for Exemption to Rule 303-A

Downhole Commingling Pioneer Federal Com No. 1

Section 19, T-21-S, R-27-E (v./dead La Huerta Strawn, La Huerta Atoka Eddy County, New Mexico

Dear Mr. Stogner: Underspected

Marathon Oil Company respectfully requests Administration approval for an Exemption to Rule 303-A to permit the downhole commingling of production from the La Huerta Atoka Pools in the subject well.

The above referenced well was recompleted to the La Huerta Strawn and the La Huerta Atoka and put on production at the time of the workover. interpretation was that both perforated intervals were in the Strawn, however, after review by the State of New Mexico Geologist, Darryl Moore, it was brought to Marathon Oil Company's attention that both the Strawn and Atoka had been perforated.

While a definitive zone test has not been conducted on the two zones separately based on pressure response, it is believed that the vast majority of the current production is from the La Huerta Strawn. Due to the overpressured nature of the zones in question, Marathon Oil Company feels that further wellbore testing and zone isolation would pose unnecessary risks from both safety and economic standpoints. Marathon would however conduct more definitive zone testing during the next necessary workover procedure.

All ownership (WI, Royalty, and ORRI) in the wellbore is the same. required, additional information is attached and all offset operators are being notified by copy of this application.

Mr. Michael E. Stogner Movember 4, 1991 Page 2

Wildent

In summary, Marathon feels that as a prudent operator, we can effectively downhole commingle the La Huerta Strawn, and La Huerta Atoka and maximize production by doing so. We look forward to your approval of this application.

Sincerely,

Undesignated

Steven P. Guidry

Production Superintendent

Area Super

Request for exemption to Rule 303-A

Pioneer Federal Com No. 1

La Huerta (Strawn), La Huerta (Atoka) pools

Eddy County, New Mexico

Reference: Section

A. Marathon Oil Company P. O. Box 552 Midland, TX 79702

B. Pioneer Federal Com No. 1 Unit G, 1980' FNL & 1740'FEL Section 19, T-21-S, R-27-E Eddy county, New Mexico (See attachment No. 2 Form 3160-5)

C. Plat of area can be seen on attachments 3 & 4.

D. Form C-116 for La Huerta Strawn Completion (Attachment 5)
Form C-116 for La Huerta Atoka Completion (Attachment 6)

- E. Natural Completion Both the La Huerta Strawn & La Huerta Atoka were perforated and hooked up to flow w/no stimulation. Based on pressure response following perforating, the La Huerta Strawn is providing the majority of the wells production.
- F. Bottomhole pressure for both zones in question was estimated from hydrostatic fluid column used during workover operations.

La Huerta Strawn - 4621 PSI

La Huerta Atoka - 4729 PSI

- G. Fluids have been analyzed and no incompatibilities exist.
- H. Analysis of the produced fluid indicates no reduction in value from commingling.

ATTACHMENT NO. 1
Request for Exemption to Rule 303-A
Page 2

I. Estimated production assuming 90% contribution for the Lactuarita Strawn based on pressure response following perforating.

Zone 0	il (BOPD)	Oil (%)	Gas (MCFPD)	<u>Gas (%)</u>	Water (BWPD)
(Kildea F Latina Sanda (Estimated)	_	90	2285.8	82.8	0
Underignoted La Huerta Atoka (Estimated)	1.5	10	476.2	17.2	0

J. By copy of this letter via certified mail, we are notifying all offset operators of the proposed commingling.

ATTACHMENT NO. 2

Form 3160-5 (June 1990)

TYPE OF SUBMISSION

Final Abandonment Notice

X Notice of Intent

Subsequent Report

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

5. Lease Designation and Serial No.

Change of Plans

New Construction

Water Shut-Off

Dispose Water

Non-Routine Fracturing

Conversion to Injection

SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE Type of Well Oil Well X Gas 8. Well Name and No. 2. Name of Operator Pioneer Federal Com #1 Marathon Oil Company 9. API Well No. 3. Address and Telephone No. 30-015-24777 P. O. Box 552 Midland, TX 79702 10. Field and Pool, or Exploratory Area 4 Location of Well (Footage, Sec., T., R., M., or Survey Description) La Huerta-Strawn/Atoka Unit G 1980' FNL & 1740' FEL 11. County or Parish, State Sec. 19, T-21-S, R-27-E Eddy County, New Mexico 12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF ACTION

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form it.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally division of the complete of the compl

Abandonment

Recompletion

Plugging Back Casing Repair

Altering Casing

Request authorization to downhole commingle the La Huerta Strawn and La Huerta Atoka zones.

give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work it

hereby certify that the foregoing is true and correct		
Signed Steven P. Guidry Stoven P. Juiden	Tide Production Superi	ntendent Date 11-5-91
This space for Federal or State office use;		
Approved by	Title	Date

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statement or representations as to any matter within its jurisdiction.

Submit to Appropriate District Office State Lease - 4 copies Fee Lease - 3 copies

ATTACHMENT NO. 3A State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Revised 1-1-89

OIL CONSERVATION DIVISION P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT I 2.O. Box 1980, Hobbs, NM 88240 P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

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Operator					Lease				Well No.	
		l Compa				er Feder	al		11	
Unit Letter	Section	ı	Township		Range			County		
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Fround level Elev	·	Producii	ng Formation	11/10	Pool				Dedicated Acres	ige:
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Submit to Appropriate District Office State Lease - 4 copies Fee Lease - 3 copies

ATTACHMENT NO. 3B State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102 Revised 1-1-89

DISTRICT I P.O. Box 1980, Hobbs, NM 88240

OIL CONSERVATION DIVISION

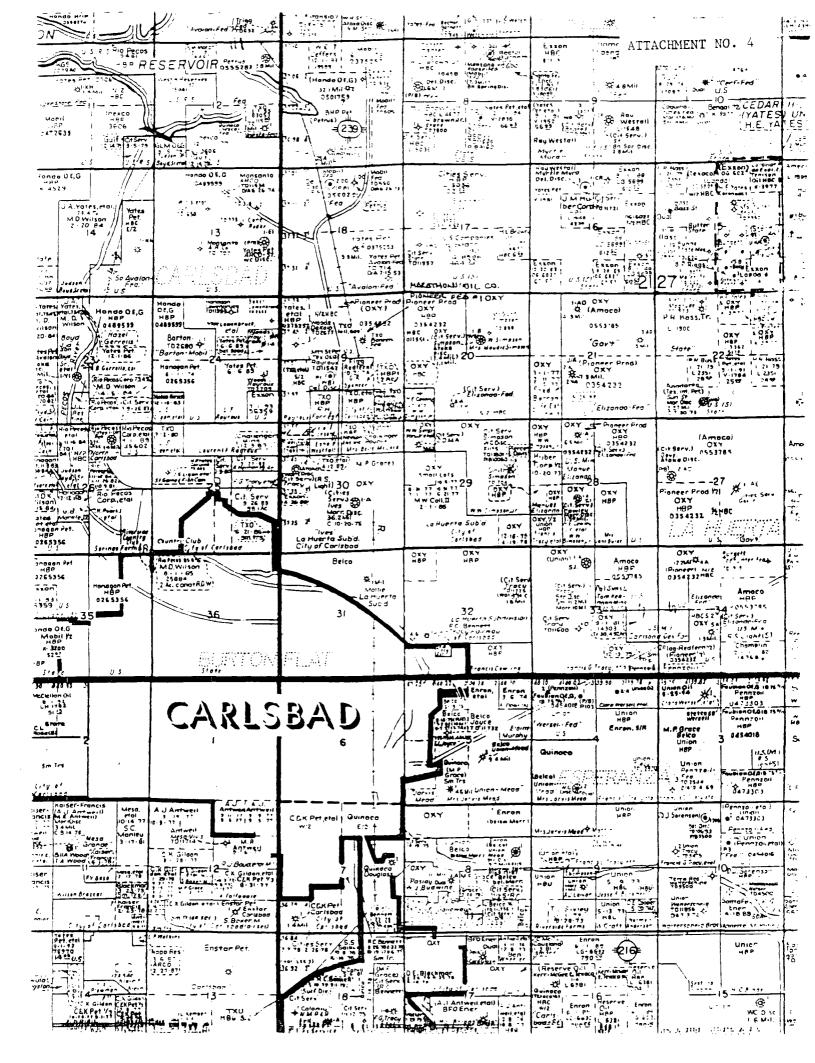
P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT II P.O. Drawer DD, Artesia, NM 88210 DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT
All Distances must be from the outer boundaries of the section

Operator				Lease				Well No.	
Marathon C	oil Compan	ıy		i	eer Fed	eral		1	
Unit Letter Secti	on	Township		Range			County	1	
G	19	215	3		27E	NMPM	E	ddy	
Actual Footage Location of									
1980 feet 1	ioni uic	orth	line and	1740	1	feet from	the East	line	
Ground level Elev.	Producing	Formation		Pool	Midie	indoct		Dedicated Acr	eage:
3181	La Hue	rta Atoka		La	Huerta			320	Acres
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ATTACH ENT NO. 5

State of .ew Mexico Energy, Minerals and Nouvral Resources Department

OIL CONSERVATION DIVISION

Revised 1/1/89 Form C-116

P.O. Box 2088 Santa Fe, New Mexico 87504-2088

1000 Rio Brazos Rd., Azicc, NM 87410

P.O. Drawer DD, Artesia, NM 88210

DISTRICT III

P.O. Box 1980, Hobbs, NM 88240

DISTRICT

Submit 2 copies to a propriate

District Office.

DISTRICT 1

GAS - OIL RATIO TEST

Operator Marathon Oil Company				! !		Pool- Latherta (Strawn 845)	trawn	Bus	; ;			0	County	<u>^</u>			
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LEASE NAME	NO.	ם	S	-	Œ	TEST	TAT2	SIZE	PRESS	ALLOW. ABLE	TEST HOURS	¥ ⊞	GRAV.	01 . BBt S:	GAS	RATIO CU FI/BBL	
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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.)

Steven P. Luidy (Rates are estimated) Signature complete to the best of my knowledge and belief.

I hereby certify that the above information is true and

Steven P. Guidry, Production Superintendent Printed name and title

505 - 393-7106 Telephone No.

Revised 1/1/89 Form C-116

State of New Mexico Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

P.O. Box 2088 Santa Fe, New Mexico 87504-2088

1000 Rio Brazos Rd., Aziec, NM 87410

P.O. Drawer DD, Anesia, NM 88210

DISTRICT III **DISTRICT II**

P.O. Box 1980, Hobbs, NM 88240

Submit 2 copies to Appropriate

District Office.

DISTRICT

GAS - OIL RATIO TEST

Operator						· 	Pool	ille.	017.11	Cod			3	County			
Marathon Oil Company							La Huerta (Atoka)	Atr.	(ska) (Ska)	, , ,				Eddy			
Address								YPE	<u>්</u>								
P. O. Box 552	Midland, TX 79702	TX 797	02				_	TEST - (X)	<u>.</u>	Scheduled		3	Completion		Ŋ	Special X	
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Instructions:											I h	I hereby certify that the above information is true complete to the best of my knowledge and belief.	rtify that he best o	t the ab	ove info	ormation and belief	is true and

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.

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(See Rule 301, Rule 1116 & appropriate pool rules.)

505. 393-7106 Telephone No. Printed name and title

Steven P. Suidey (Robs one estimated

Steven P. Guidry, Production Superintendent

Laboratory Services

1331 Tasker Drive Hobbs, New Mexico 88240

⁻ Telephone: (505) 397-3713

FOR:

Marathon Oil Co.

Attention: Mr. Mike Greenough

P. O. Box 2409

Hobbs, Nerw Mexico 88240

SAMPLE

Pioneer Federal

IDENTIFICATION: Com Well No. 1

COMPANY:

Marathon Oil Co.

LEASE:

PLANT:

SAMPLE DATA: DATE SAMPLED:

ANALYSIS DATE: 11-04-91

PRESSURE - PSIG SAMPLE TEMP. °F

ATMOS. TEMP. °F

GAS ()

LIQUID (XX)

SAMPLED BY:

ANALYSIS BY:

Mike Greenough Rolland Perry

C1 to C2 RATIO

CO2 to C2 RATIO

REMARKS:

Sample Of Condensate.

COMPONENT ANALYSIS

		MOL	LIQ. VOL.
COMPONENT		PERCENT	PERCENT
Hydrogen Sulfide	(H2S)		
• •	(N2)	0.00	0.00
Nitrogen		0.00	0.00
Carbon Dioxide	(CO2)	0.00	0.00
Methane	(C1)	0.26	0.10
Ethane	(C2)	0.69	0.43
Propane	(C3)	2.29	1.47
I-Butane	(IC4)	2.14	1.63
N-Butane	(NC4)	4.14	3.03
I-Pentane	(IC5)	5,80	4.94
N-Pentane	(NC5)	4.62	3.89
Hexane	(C6)	12.65	12.10
Heptanes Plus	(C7+)	67.41	72.41
	,,	100.00	100.00
		100.00	100.00
SPECIFIC GRAVITY			
			ADI Consider SEE @CO.E
CALCULATED		0.664	API Gravity - 55.5 @60 F
VAPOR PRESSURE	(ARSOLUT	F1 -	
CALCULATED		30.17	
CALCOLATED		30.17	
MOLECULAR WT.		90.87	
		50.07	
CU. FT. /GAL.		23.81	

		SURFACE CASING 13 3/8", 48#, H-40 set @ 517'
		w/475 sx (circ).
		INTERMEDIATE CASING 8 5/8", 24 & 32# set @ 260
	8 5/8" @ 2609'	w/DV tool @ 1503'. Cemented w/a total of 2510
		(did not circ).
		PRODUCTION CASING 4 1/2", 11.6 & 13.5#, N-80 se
		11,500'. Cemented w/325 sx (did not circ).
		TUBING 2 3/8" w/packer set @ 10,116'.
	- Wolfcamp 8952-60'	
	= squeezed w/100 sx	LINER No liner.
	D	
	DV Tool @ 9979'	
	2 3/8" tbg & pkr	RODS None
	@ 10,116'	
	Strawn 10,258-10,59	94
S-10-10-12	CIBP @ 11,150'	PUMPING UNIT None
	w/45' cmt	
	Morrow 11,187- 11,216'	
	CIBP @ 11,150'	PROGRAM COURT PRITON
	IMOTTOW321,267-	PRESENT COMPLETION: (Formation and Interval)
PBTD 1,458'	Morrow 11,361- 11,431'	Strawn 10,258'-10,594'
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HISTORY		
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