case 2869: Application of MARATHON for the dual completion of its STATE WARN A/c 3 WELL NO. 5.

# ASE NO.

APPlication, Transcripts, SMAIL Exhibits ETC. application of marather Dil Compour Stage warn a/c 3 well ho 5 loc Clint 1 330 FEL 33-TITS-R35E 2310 FNL Lea Co. dual comple (conventions) Vacuum-Alo Roc. Blinkry (under) Glorieta (mices) parallel string 2/16 0D (1.672) Auting 5/2" cog mod packer

SANTA FE, NEW MEXICO

# APPLICATION FOR DUAL COMPLETION

| Field Name   | County   |  | Date            |  |  |
|--|--|--|-----------------|--|--|
| Vacuum   |  | Lea  | Well No.        |  |  |
| Operator Marathon Oil Compan                         | Lease  | State Warn                                       | A/c 3           | 5  |  |
|  | Section  | Township   |                 | Range  |  |
| of Well H  | 33   |  | 17 S            | 35 E   |  |
| . Has the New Mexico Oil Conservation                | Commission beret   | tofore authorized the d                          | ual completi    | ion of a well in these same pools or in the same   |  |
| zones within one mile of the subject                 |  |  |                 |  |  |
| 2. If answer is yes, identify one such in            | stance: Order No.  | ;  | Operator, L     | Lease, and Well No.:   |  |
|  |  |  |                 | •  |  |
|  |  |  | <del></del>     |  |  |
| 3. The following facts are submitted:                | . Upper Zone   |  |                 | Lower Zone   |  |
|  |  |  |                 |  |  |
| o. Name of reservoir                                 | <u>Undesignate</u>   | ed Glorieta                                      |                 | Vacuum Abo Reef  |  |
| b. Top and Bottom of                                 | Propose to   | perforate with                                   | in '            | Perforated within interval<br>8705 to 8905'  |  |
| Pay Section  |  | 050 to 6150'.                                    |                 |  |  |
| (Perforations)                                       |  |  | <del></del> - - |  |  |
| c. Type of production (Oil or Gas)                   | 011  |  |                 | Oil  |  |
| d. Method of Production (Flowing or Artificial Lift) | Anticipate   | Flowing Comple                                   | tion            | Anticipate Flowing Completion  |  |
| 4. The following are attached. (Please               | mark YES or NO)  | ·  |                 |  |  |
| ,  | <b>*</b>   |  |                 |  |  |
|  | or other acceptable<br>available at the ti<br>on which this well | ime application is file<br>is iocated together w | i, it shall be  | ducing zones and intervals of perforation indicate e submitted as provided by Rule 112-A.) rect mailing address. |  |
| Phillips Petroleum Compan                            | ,  |  | lew Mexic       | co   |  |
|  |  |  |                 |  |  |
| Mobil Oil Company Inc., P                            | . 0. Box 240   | 6, Hobbs, New A                                  | lexi co         |  |  |
| Condend Oil Comment of T                             |  | Day 207 44-12                                    | A1 - 44         |  |  |
| Standard Oil Company of T                            | exas, P. U.  | BOX 37/, HODDS,                                  | New Mex         | KICO   |  |
| Shell Oil Company, P. O.                             | Box 1858 Ro  | swell New Meri                                   | co              |  |  |
|  |  |  |                 | ? YES NO X . If answer is yes, give dat  |  |
| of such notification                                 |  |  | *F              |  |  |
|  |  |  |                 | t e  |  |
| CERTIFICATE: I, the undersigned,                     | state that I am the  | Area Petroleum                                   | Engineer        | r of the Marathon Oil Company  |  |
|  |  |  |                 | ake this report; and that this report was prepared   |  |
| inder my supervision and direction and the           | hat the facts stated   | d therein are true, com                          | ect and comp    | plete to the best of my knowledge.   |  |
|  |  |  | 1.1/5-          | 1)-151)  |  |
|  |  |  | An D            | Signature  |  |
| Should waivers from all offset or                    | erators not accom-   | nany an anniisasia-                              | administrat     | tive approval, the New Mexico Oil Conservation   |  |
|  |  |  |                 | LIL GUULUTAL, LIE NEW MEXICO LAI CONSETVACION  |  |
|  | ation for a period o   |  |                 |  |  |
|  |  | of twenty (20) days from                         | n date of rec   | ceipt by the Commission's Santa Fe office. If,<br>nta Fe office, the application will then be process            |  |



MARATHON OIL COMPANY

July 17, 1963 11 11

P. O. Box 220 Hobbs, New Mexico 88240

New Mexico Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico

Attention: Mr. A. L. Porter, Jr.

Re: Application for Dual Completion (Conventional) of State Warn A/c 3, Well No. 5, Lea County, New Mexico, (Docketed for Examiner Hearing July 24, 1963 as Case No. 2869))

Enclosed please find Application for Dual Completion (conventional) enclosed please find Application for Judi Completion (conventional)
of the above referenced well along with diagrammatic sketch of the Proposed
dual completion plat of the State Warn A/c 3 lease, and a Gamma-Ray Sonic of the above references well along with diagrammatic sketch of the proposed dual completion, plat of the State Warn A/c 3 lease, and a Gamma-Ray Sonic loc of the subject well Dear Sir:

It may be noted, the application seeks approval of the dual completion (conventional) of the well to produce oil from the Vacuum Abo Reef log of the subject well. rion (conventional) or the well to produce oil from the vacuum Abo Keef
Pool and oil from an undesignated Glorieta Pool through parallel strings
of 2 1/1611 2 D tubics

Case No. 2869, which appears on Commission Docket No. 21-63, wherein Marathon Oil Company seeks approval of the dual completion (conventional) of State Warn A/c 3. Well No. 5 to produce from the Vacuum Abo Reef Pool of 2 1/16" 3. D. tubing. maratnon uil Company seeks approval of the dual completion (conventional) of State Warn A/c 3, Well No. 5 to produce from the Vacuum Abo Reef Pool of State Warn A/c 3, Well No. 5 to produce from the Vacuum Abo Reef Pool of State Warn A/c 3, Well No. 5 to produce from the Vacuum Abo Reef Pool of State Warn A/c 3, Well No. 5 to produce from the Vacuum Abo Reef Pool of State Warn A/c 3, Well No. 5 to produce from the Vacuum Abo Reef Pool of State Warn A/c 3, Well No. 5 to produce from the Vacuum Abo Reef Pool of State Warn A/c 3, Well No. 5 to produce from the Vacuum Abo Reef Pool of State Warn A/c 3, Well No. 5 to produce from the Vacuum Abo Reef Pool of State Warn A/c 3, Well No. 5 to produce from the Vacuum Abo Reef Pool of State Warn A/c 3, Well No. 5 to produce from the Vacuum Abo Reef Pool of State Warn A/c 3, Well No. 5 to produce from the Vacuum Abo Reef Pool of State Warn A/c 3, Well No. 5 to produce from the Vacuum Abo Reef Pool of State Warn A/c 3, Well No. 5 to produce from the Vacuum Abo Reef Pool of State Warn A/c 3, Well No. 5 to produce from the Vacuum Abo Reef Pool of State Warn A/c 3, Well No. 5 to produce from the Vacuum Abo Reef Pool of State Warn A/c 3, Well No. 5 to produce from the Vacuum Abo Reef Pool of State Warn A/c 3, Well No. 5 to produce from the Vacuum Abo Reef Pool of State Warn A/c 3, Well No. 5 to produce from the Vacuum Abo Reef Pool of State Warn A/c 3, Well No. 5 to produce from the Vacuum A/c 3, Well No. 5 to produce from the Vacuum A/c 3, Well No. 5 to produce from the Vacuum A/c 3, Well No. 5 to produce from the Vacuum A/c 3, Well No. 5 to produce from the Vacuum A/c 3, Well No. 5 to produce from the Vacuum A/c 3, Well No. 5 to produce from the Vacuum A/c 3, Well No. 5 to produce from the Vacuum A/c 3, Well No. 5 to produce from the Vacuum A/c 3, Well No. 5 to produce from the Vacuum A/c 3, Well No. 5 to produce from the Vacuum A/c 3, Well No. 5 to produce from the Vacuum A/c 3, Well No. 5 to produce from the Vacuum A/c 3, Well No. 5 to produce from the Vacuum A/c 3, Well No of State warn A/C 3, Well No. 3 to produce from the vacuum ADO Reet PO and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an undesignated Blinebry or Glorieta Pool through parallel and either an u and either an undesignated bilineary or Giorieta root through parallel However, subsequent to the submission strings of 2 1/1611 0. D. tubing. Subject annication he set for hearing of the letter requestion that the subject annication he set for hearing of the letter requesting that the subject application be set for hearing, the Rlinehry 7000 was tasted and proved to be conductive of the Rlinehry 7000 was tasted and proved to be conductive of the subject application be set for hearing, of the letter requesting that the subject application be set for hearing, the Blinebry Zone was tested and proved to be productive of water. Therefore this application is respectfully submitted for approval of a dual the bilineary Lone was rested and proved to be productive of water. Iner fore, this application is respectfully submitted for approval of a dual TOTE, THIS application is respectfully submitted for approval of a dual completion in the Vacuum Abo Reef Pool and an undesignated Glorieta Pool.

MARATHON OIL COMPANY Engineering Department

John R. Barber Area Petroleum Engineer

JRB:bje

cc: NMOCC-Santa Fe (2)

| HEW  | SANTA FE, NEW MEXICO   |                      |  |
|--|--|----------------------|--|
|  | PPLICATION FOR DUAL COM  | PLETION              |  |
| <b>A.</b>  | PRICATION FOR DUAL COM   |                      | Date   |
| Al   |  | ea                   | Well No.   |
|  |  |                      | Well 140.  |
| Field Name Vacuum  | Lease State Warn A/C   | 3                    | Range 35 E   |
| Operator ochon Oil Company   | Township   | <b>.</b>             | a pools or in the same   |
| Marathon OIT Company   | etion 33   | completion of a w    | well in these same por   |
| Location Unit  | State Warn A/C  Township  Commission heretofore authorized the dual comm |                      | .d Well No.:   |
| of Well   New Mexico Oil Conservation  | ell? YES NO; Ope   | erator, Lease, an    |  |
| 1. Has the New Mexico Oil Conserva-<br>zones within one mile of the subject w  | tance: Order No.   |                      |  |
| 2. If answer is yes, identify one such ins   |  |                      | Lower Zone   |
|  | Upper Zone   |                      | uum Abo Reef   |
| 3. The following facts are submitted:  |  | Vac                  | forated within interval  |
|  | Undesignated Glorieta  | n Per                | forated with 15 to 8905'   |
| a. Name of reservoir   | torale mi  | 870                  |  |
| b. Top and Bottom of Pay Section   | propose to period 6150'.   | Qi                   | Completion   |
|  |  | tion An              | ticipate Flowing Completion  |
| luction (OII of  | Anticipate Flowing Complete  | • • •                |  |
| d. Method of Production  | Anti-Other   |                      | size and setting, top of cement, perforated in-<br>packers and side door chokes, and such other<br>fset leases, and the names and addresses of   |
| d. Method of Production (Flowing or Artificial Lift)  (Flowing or Artificial Lift)  4. The following are attached. (Plea | se mark YES of the   | strings, including   | g size and setting, top of cement, periodices of packers and side door chokes, and such other feet leases, and the names and addresses of  |
| 4. The following   | I the Dual Completion, showing all Castage   | tion and type of !   | packers and addresses of   |
| Yes o. Diagrammatic Sketch   | including diameters and setting  |                      | fset leases, and the names and addresses of thereof, evidence that said offset operators have thereof, and intervals of perforation indicated  |
| tervals, tubing string.  | pertinent.   | fiset werrs          | idence that said offset operators have   |
| Information I  | ition of all wells on  | rator, or in lieu    | thereof, evidence  |
| operators of all leases  | e such dual completion from each offset of   | e - 4.0              | cine zones and intervals of perforation 2  |
| No c. Waivers consenting to  | o such dual completion from each of the application.  well or other acceptable log with tops and is not available at the time application is flease on which this well is located together   | bottoms of produ     | fset leases, and the said offset operators have thereof, evidence that said offset operators have seeing zones and intervals of perforation indicated submitted as provided by Rule 112-A.) set mailing address.   |
| been furnished copre   | well or other acceptable tog   | iled, it share corre | ect mailing address.   |
| yes d. Electrical 199  | is not available at the  | r with the           |  |
| Il offset operators to the   | lease ou was   |                      |  |
|  | a lights New Term  |                      |  |
| - Company  | P. O. Box 38, Hobbs, New Mexicompany, P. O. Box 2105, Hobbs  | New Mexic            | co   |
| Skelly Oll Company   | P. O. Box 2105, Hobbs  | S. New               |  |
| phillips Petroleum (   | nc., P. O. Box 2406, Hobbs, No.  | ew Mexico            |  |
| FILL CONTRACTOR I  | nc., P. O. Box 2406, House   | Manu Me              | exico  |
| Mobil Oil Company !  | P 0 Box 397, Ho  | bbs, New IN          | ine date   |
|  |  |                      | YES NO X . If answer is yes, give date   |
| Standard   | P. O. Box 1858, Roswell, New Item 5 above notified and furnished a copy  | of this application  | on? YES —  |
| Shell Oil Company,   | Item 5 above notified and furnished a corp.  |                      | eer of the Marathon Oil Company o make this report; and that this report was prepared complete to the best of my knowledge.  |
| ( Were all open  |  |                      | o make this report; and that this report was prepared complete to the best of my knowledge.  |
| of such notification   | that I am the Area Petro   | eaid company to      | o make this report; and the knowledge.   |
| CERTIFICATE: I, the un-  | lersigned, state that I am authorized by   | rue, correct and     | complete to the  |
| 1 lie  | ection and that the facts stated therein are   |                      | 1.6  |
| under my supervision and diff  | dersigned, state that I am the <b>Area Petro</b> (company), and that I am authorized by ection and that the facts stated therein are t   |                      | Signature  |
|  | 1:   | earion for admin     | istrative approach Commission's Santa 10   |
|  | (feet operators not accompany an appli   | ) days from date     | of receipt by the Commission's Santa Fe office. Sy, of receipt by the Commission's Santa Fe office, the application will then be processed the Santa Fe office, the application will then be processed the Santa Fe office, the application will then be processed to a non-standard proration unit in either or both of the filed simultaneously with this application. |
| * Should waivers from  | all offset operation for a period of twenty (20  | is received by t     | of receipt by the solution of receipt by the Santa Fe office, the application will then be proceed the Santa Fe office, the application will then be proceed to the Santa Fe office, the application of the filed simultaneously with this application.  |
| Commission will ho   | av period, no protest nor request for nearing  | ell location and/    | filed simultaneously with this application   |
| after said twenty-d  | ald the application for a period of theological the application for a period of theology ay period, no protest nor request for hearing ay period, no protest nor request for hearing at the hen separate application for approval of the   | same should be       | <del></del>  |
| NOTE: If the proposes constant   | hen separate application   |                      |  |
| production   |  |                      |  |



# MARATHON DIL COMPANY

FORMERLY THE OHIO OIL COMPANY

July 1, 1963

P. C. Box 220 Hobbs, New Mexico 88240

New Mexico Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico

Attention: Mr. A. L. Porter, Jr. Secretary-Director

Re: Application for dual completion of Marathon Oil Company's State Warn A/c 3, Well No. 5, located in the SE/4 of the NE/4 of Section 33-T.17S-R.35E, Lea County, New Mexico for production of oil from the Vacuum-Abo Reef Pool, and production of oil from either an undesignated Blinebry formation or undesignated Glorieta formation

## Gentlemen:

Marathon Oil Company hereby makes application to the Commission for authority to dually complete Marathon Oll Company's State Warn A/c 3, Well No. 5, for production of oil from the Vacuum Abo Reef Pool and production of oil from either an undesignated Blinebry formation or in the alternative an undesignated Glorieta formation. Applicant intends promptly to conduct such further tests and perform such further work as is necessary to determine whether the Blinebry or the Giorieta formations will be used in the dual completion. However, regardless of which of these formations is used in the dual completion of the well, Marathon proposes that such well will be a conventional dual completion using parallel strings of 2 1/16" 00 (1.750 10) tubing in a 5 1/2" casing with a production type packer set between the two producing zones to separate production therefrom. Prior to the time of a Hearing on this application, Marathon Oll Company will have determined whether the Blinebry or the Glorieta formation will be used in the dual completion and Marathon will use all reasonable efforts to file with the Commission in triplicate in advance of the Mearing hereon the Commission's form designated "Application for Dual Completion' together with a diagrammatic sketch of such dual completion showing all information required by the Commission and a copy of the

DOCUME MARKET

7/12/63

Mr. A. L. Porter, Jr. Page 2

electric log of such well.

Attached hereto is a plat showing the log of the well to be dually completed and the location of all wells on Harathon Oil Company's lease and to the best of our knowledge all offset wells on offset leases. There is also attached hereto a list of the names and addresses of all interested parties known to Harathon Oil Company.

The approval of the dual completion of Marathon Oil Company's State Warn A/c 3, Well No. 5 in the manner proposed and outlined in this application for dual completion will not cause waste, but will prevent waste and will protect the correlative rights of Marathon Oil Company without infringing on the correlative rights of other operators in any of the pools affected by this application.

Marathon 0il Company requests that this application for dual completion be set for Hearing at the regular Examiner's Mearing during the latter part of July, 1963, which Hearing, Merathon 0il Company understands is to be set on July 24, 1963. Marathon further requests that due notice of this application and Mearing thereon be issued and published as required by law; that following such Hearing this application be granted and that the Commission enter its order authorizing the dual completion requested herein.

Respectfully submitted,

MARATHON OIL COMPANY

Poberth Markan

By: Robert L. McLean Petroleum Engineer

WBL:bje

cc: NMOCC-Santa Fe Orig. & 2

# MAMES AND ADDRESSES OF INTERESTED PARTIES

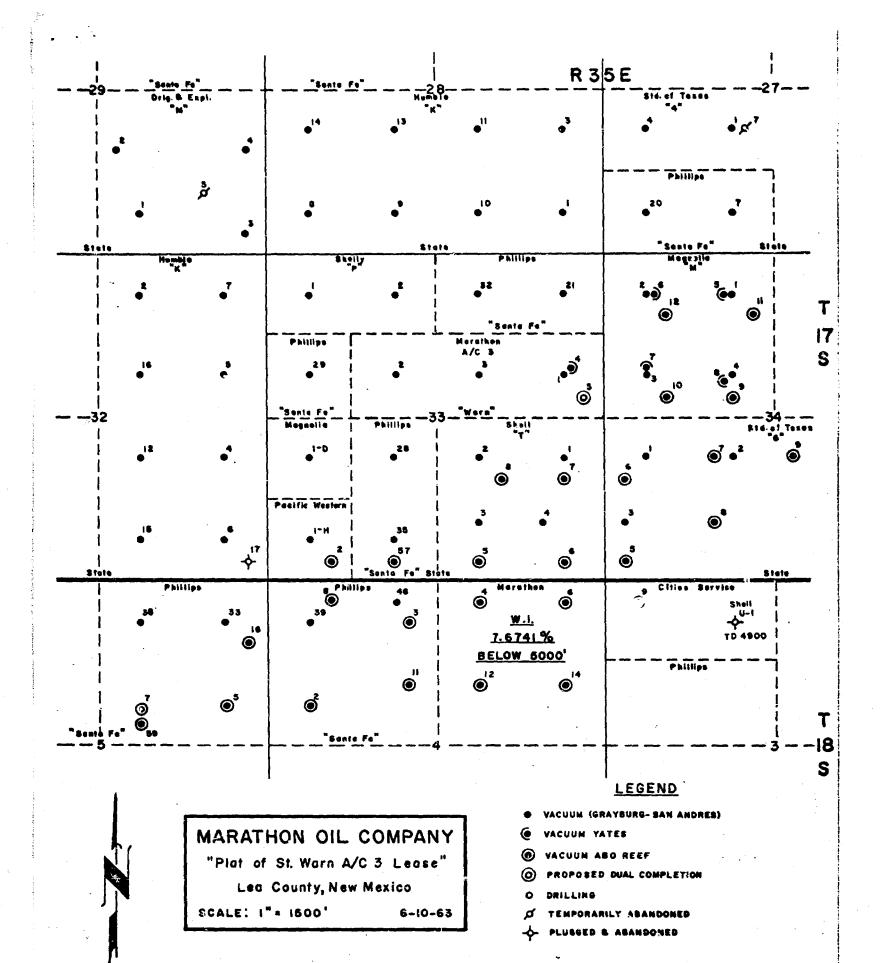
Skelly Gil Company P. 8. Box 38 Nobbs, New Mexico

Phillips Petroleum Company P. 0. Box 2105 Hobbs, New Mexico

Mobil Gil Company, Inc. P. 9. Box 2406 Nobbs, New Mexico

Standard of Texas P. D. Box 397 Mobbs, New Mexico

Shell Gil Company P. O. Box 1858 Roswell, New Mexico



21-63

CASE 2850:

(Continued from July 10, 1963 examiner hearing) Application of Shell Oil Company for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the East Pearl-Queen Unit Area comprising 2440 acres of State and Fee lands in Township 19 South, Range 35 East, Lea County,

CASE 2851:

(Continued from July 10, 1963 examiner hearing and readvertised) New Mexico.

Application of Shell Oil Company for a waterflood project, Lea County New Mexico. Applicant, in the above styled cause, seeks authority to institute a waterflood project on its East Fearl Queen Unit by the injection of water into the Queen formation through 31 wells in Sections 15, 21, 22, 26, 27, 28, 34, and 35, Township 19 South, Range 35 East, Lea County, New Mexico.

CASE 2869:

Application of Marathon Oil Company for a dual completion, Lea County. New Mexico. Applicant, in the above styled cause, seeks approval of the dual completion (conventional) of its State Warn E/c 3 Well No. 5, located in Unit H of Section 33, Township 17 South, Range 35 East, Lea County, New Mexico, to produce from the Vacuum=Abo Reef Pool and either an undesignated Blinebry or Glorieta pool through parallel strings of 2 1/16" OD tubing.

CASE 2870:

Application of J. Gregory Merrion & Associates for compulsory pooling, Rio Arriba County, New Mexico. Applicant, in the above styled cause, seeks an order force=pooling all mineral interests in the Basin-Dakota Gas Pool underlying the S/2 of Section 34, Township 25 North, Range 6 West, Rio Arriba County, New Mexico.

### DOCKET: EXAMINER HEARING - WEDNESDAY - JULY 24, 1963

9:00 A.M. - OIL CONSERVATION COMMISSION CONFERENCE ROOM, STATE LAND OFFICE BUILDING, SANTA FE, NEW NEXICO

The following cases will be heard before Daniel S. Nutter, Examiner, or Elvis &, Utz, as alternate examiner:

CASE 2864:

Application of Midwest Oil Corporation for a unit agreement. Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Custer Mountain Unit Area comprising 11,523.68 acres of State, Federal and Fee lands in Township 24 South, Range 35 East, Lea County, New Mexico.

CASE 2865:

Application of Humble Oil & Refining Company for a pressure maintenance project, San Juan County, New Mexico. Applicant, in the above styled cause, seeks authority to institute a pressure maintenance project in the Gallup formation underlying its Navajo "G" lease in Sections 1, 2, 11 and 12, Township 31 North, Range 17 West, San Juan County, New Mexico. Initial injection will be through applicant's Well No. 16 located in Unit G of said Section 1. Applicant further seeks the promulgation of special rules governing the operation of said project.

CASE 2866:

Application of Humble Oil & Refining Company for a dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the dual completion (combination) of its State "BV" Well No. 1, located in Unit A of Section 18, Township 18 South, Range 35 East, Lea County, New Mexico, to produce oil from the Bone Springs and Devonian formations through parallel strings of 2 7/8 inch casing and 4 1/2 inch casing cemented in a common well bore.

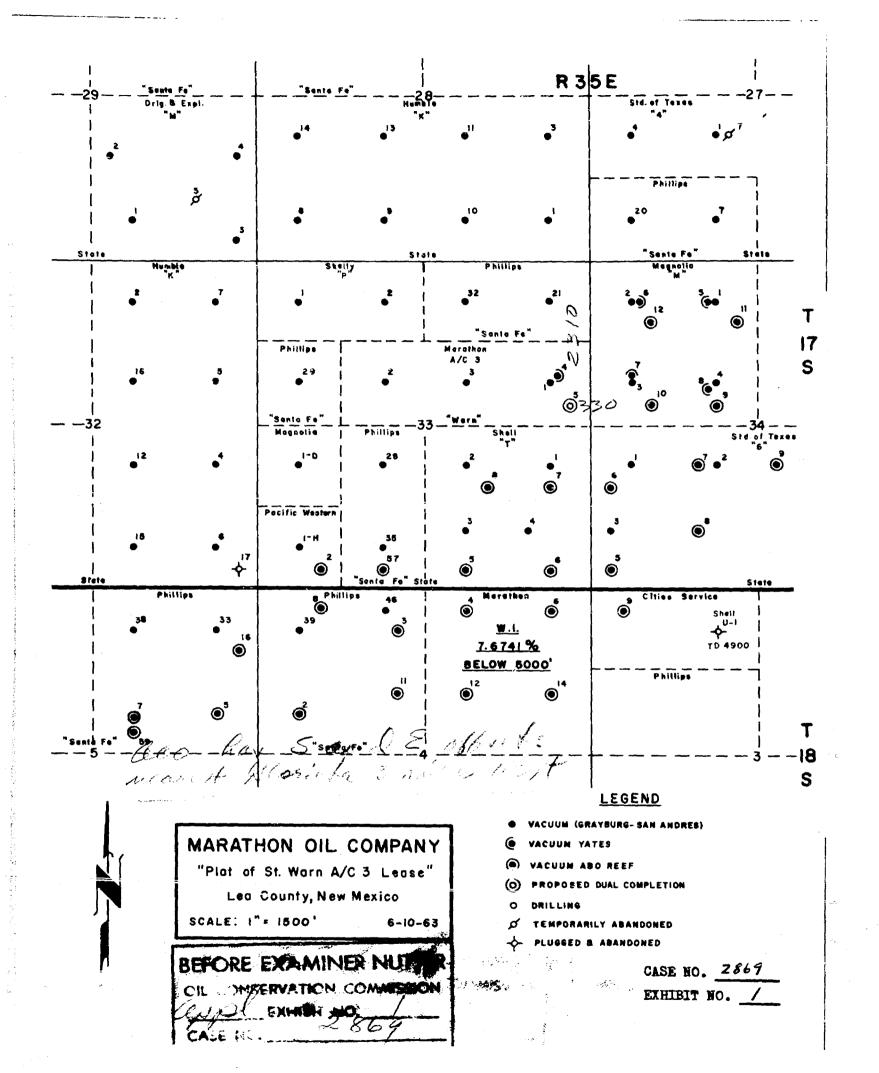
CASE 2867:

Application of George L. Buckles Company for a waterflood project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project in the Langlie-Mattix Pool by the inejection of water into the Queen formation through nine wells on its Knight lease comprising the E/2 SE/4 of Section 21, W/2 SW/4 of Section 22, Township 24 South, Range 37 East, Lea County, New Mexico.

CASE 2868:

Application of Continental Oil Company for a non-standard oil proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 48.99-acre non-standard oil proration unit comprising Lots 2 and 3, Section 31, Township 26 South, Range 32 East, North Mason-Delaware Pool. Lea County, New Mexico, to be dedicated to its Russell Federal 31 Well No. 1, located in Lot 3 of said Section 31.

CASE 2841: (Cont'd from June 26,1963) Application of Shell Oil Company for an unorthodox location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks permission to drill its Middleton Federal Well No. B-1 at an unorthodox location 660 feet from the North and West lines of Section 31, Township 19 South, Range 32 East, Lusk-Morrow Gas Pool, Lea County, New Mexico.



CASE 2850;

(Continued from July 10, 1963 examiner hearing)
Application of Shell 0il Company for a unit agreement, Lea County,
New Mexico. Applicant, in the above-styled cause, seeks approval
of the East Pearl-Queen Unit Area comprising 2440 acres of State
and Fee lands in Township 19 South, Range 35 East, Lea County,
New Mexico.

CASE 2851:

(Continued from July 10, 1963 examiner hearing and readvertised)

Application of Shell Oil Company for a waterflood project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project on its East Fearl Queen Unit by the injection of water into the Queen formation through 31 wells in Sections 15, 21, 22, 26, 27, 28, 34, and 35, Township 19 South, Kange 35 East, Lea County, New Mexico.

CASE 2869:

Application of Marathon Oil Company for a dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the dual completion (conventional) of its State Warn A/c 3 Well No. 5, located in Unit H of Section 33, Township 17 South, Range 35 East, Lea County, New Mexico, to produce from the Vacuum-Abo Reef Pool and either an undesignated Blinebry or Glorieta pool through parallel strings of 2 1/16" OD tubing.

CASE 2870:

Application of J. Gregory Merrion & Associates for compulsory pooling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks an order force-pooling all mineral interests in the Basin-Dakota Gas Pool underlying the S/2 of Section 34, Township 25 North, Range 6 West, Rio Arriba County, New Mexico.

## DOCKET: EXAMINER HEARING - WEDNESDAY - JULY 24, 1963

9:00 A.M. - OIL CONSERVATION COMMISSION CONFERENCE ROOM. STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Daniel S. Nutter, Examiner, or Elvis &. Utz, as alternate examiner:

CASE 2864:

Application of Midwest Oil Corporation for a unit agreement. Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Custer Mountain Unit Area comprising 11,523.68 acres of State, Federal and Fee lands in Township 24 South, Range 35 East, Lea County, New Mexico.

CASE 2865:

Application of Humble Oil & Refining Company for a pressure maintenance project, San Juan County, New Mexico. Applicant, in the above styled cause, seeks authority to institute a pressure maintenance project in the Gallup formation underlying its Navajo "G" lease in Sections 1, 2, 11 and 12, Township 31 North, Range 17 West, San Juan County, New Mexico. Initial injection will be through applicant's Well No. 16 located in Unit G of said Section 1. Applicant further seeks the promulgation of special rules governing the operation of said project.

CASE 2866:

Application of Humble Oil & Refining Company for a dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the dual completion (combination) of its State "BV" Well No. 1, located in Unit A of Section 18, Township 18 South, Range 35 East, Lea County, New Mexico, to produce oil from the Bone Springs and Devonian formations through parallel strings of 2 7/8 inch casing and 4 1/2 inch casing cemented in a common well bore.

CASE 2867:

Application of George L. Buckles Company for a waterflood project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project in the Langlie-Mattix Pool by the injection of water into the Queen formation through nine wells on its Knight lease comprising the E/2 SE/4 of Section 21, W/2 SW/4 of Section 22, Township 24 South, Range 37 East, Lea County, New Mexico.

CASE 2868:

Application of Continental Oil Company for a non-standard oil proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 48.99-acre non-standard oil proration unit comprising Lots 2 and 3, Section 31, Township 26 South, Range 32 East, North Mason-Delaware Pool, Lea County, New Mexico, to be dedicated to its Russell Federal 31 Well No. 1, located in Lot 3 of said Section 31.

CASE 2841: (Cont'd from June 26,1963) Application of Shell Oil Company for an unorthodox location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks permission to drill its Middleton Federal Well No. B-1 at an unorthodox location 660 feet from the North and West lines of Section 31, Township 19 South, Range 32 East, Lusk-Morrow Gas Pool, Lea County, New Mexico.

## BOVERNOR LACK M. CAMPBELL DHAIRMAN

# State of New Mexico

# **Bil Conserbation Commission**

LAND COMMISSIONER

E. B. JOHNNY WALKER
MEMBER



STATE BEGLOGIST A. L. PORTER, JR. BEGRETARY - DIRECTOR

August 1, 1963

| Seth, Montgomery, Pederici & Andrews                | Case No. 2869<br>Order No. 2-2536 |  |  |
|---|-----------------------------------|--|--|
| Attorneys at Law<br>Box 828<br>Santa Fe, New Mexico | Applicant: Marathon Oil Company   |  |  |

Dear Sire

Enclosed herewith are two copies of the above-referenced Commission order recently entered in the subject case.

A. L. PORTER, Jr.
Secretary-Director

Carbon copy of order also sent to:

Bobbs OCC \_\_\_\_\_\_
Artesia OCC\_\_\_\_
Astec OCC \_\_\_\_
OTHER\_\_\_\_

# BEFORE THE OIL COMSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE No. 2869 Order No. R-2536

APPLICATION OF MARATHON OIL COMPANY FOR A DUAL COMPLETION, LEA COUNTY, MEW MEXICO.

# ORDER OF THE COMMISSION

# BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on July 24, 1963, at Santa Fe, New Mexico, before Daniel S. Mutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

MOW, on this <u>31st</u> day of July, 1963, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel S. Mutter, and being fully advised in the premises,

# FINDS:

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, Marathon Oil Company, seeks authority to complete its State Warn A/c 3 Well No. 5, located in Unit H of Section 33, Township 17 South, Range 35 East, NRPM, Lea County, New Mexico, as a dual completion (conventional) to produce oil from an undesignated Glorieta pool and from the Vacuum-Abo Reef Pool through parallel strings of 2 1/16-inch tubing, with separation of zones by a packet set at approximately 8600 feet.
- (3) That the mechanics of the proposed dual completion are feasible and in accord with good conservation practices.
- (4) That approval of the subject application will prevent waste and protect correlative rights.

# IT IS THEREFORE ORDERED:

(1) That the applicant, Marathon Oil Company, is hereby authorized to complete its State Warn A/c 3 Well No. 5, located

CASE No. 2869 Order No. R-2536

in Unit H of Section 33, Township 17 South, Range 35 Bast, EMPM, Lea County, New Mexico, as a dual completion (conventional) to produce oil from an undesignated Glorieta pool and from the Vacuum-Abo Reef Pool through parallel strings of 2 1/16-inch tubing, with separation of zones by a packer set at approximately 8600 feet.

PROVIDED HOWEVER, That the applicant shall complete, operate and produce said well in accordance with the provisions of Rule 112-A of the Commission Rules and Regulations insofar as said rule is not inconsistent with this order.

PROVIDED FURTHER. That the applicant shall take packerleakage tests upon completion and annually thereafter during the Gas-Oil Ratio Test Period for the Vacuum-Abo Reef Pool.

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DOME at Santa Pe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

JACK M. CAMPBELL) Chairman

E. S. WALKER, Member

A. L. PORTER, Jr., Member & Secretary



# MARATHON OIL COMPANY

July 17, 1963

FORMERLY THE DHIO OIL COMPANY

P. O. Box 220 Hobbs, New Mexico 88240

New Mexico Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico

Attention: Mr. A. L. Porter, Jr.

Re: Application for Dual Completion (Conventional) of State Warn A/c 3, Well No. 5, Lea County, New Mexico, (Docketed for Examiner Hearing July 24, 1963 as Case No. 2869)

100 211 1 / 21 3 / 22

Dear Sir:

Enclosed please find Application for Dual Completion (conventional) of the above referenced well along with diagrammatic sketch of the proposed dual completion, plat of the State Warn A/c 3 lease, and a Gamma-Ray Sonic log of the subject well.

It may be noted, the application seeks approval of the dual completion (conventional) of the well to produce oil from the Vacuum Abo Reef Pool and oil from an undesignated Glorieta Pool through parallel strings of 2 1/16" O. D. tubing:

Case No. 2869, which appears on Commission Docket No. 21-63, wherein Marathon Oil Company seeks approval of the dual completion (conventional) of State Warn A/c 3, Well No. 5 to produce from the Vacuum Abo Reef Pool and either an undesignated Blinebry or Glorieta Pool through parallel strings of 2 1/16" O. D. tubing. However, subsequent to the submission of the letter requesting that the subject application be set for hearing, the Blinebry Zone was tested and proved to be productive of water. Therefore, this application is respectfully submitted for approval of a dual completion in the Vacuum Abo Reef Pool and an undesignated Glorieta Pool.

Yours very truly,

MARATHON OIL COMPANY Engineering Department

John R. Barber Area Petroleum Engineer

.

JRB:bje

cc: NMOCC-Santa Fe (2)

# 7-3-58

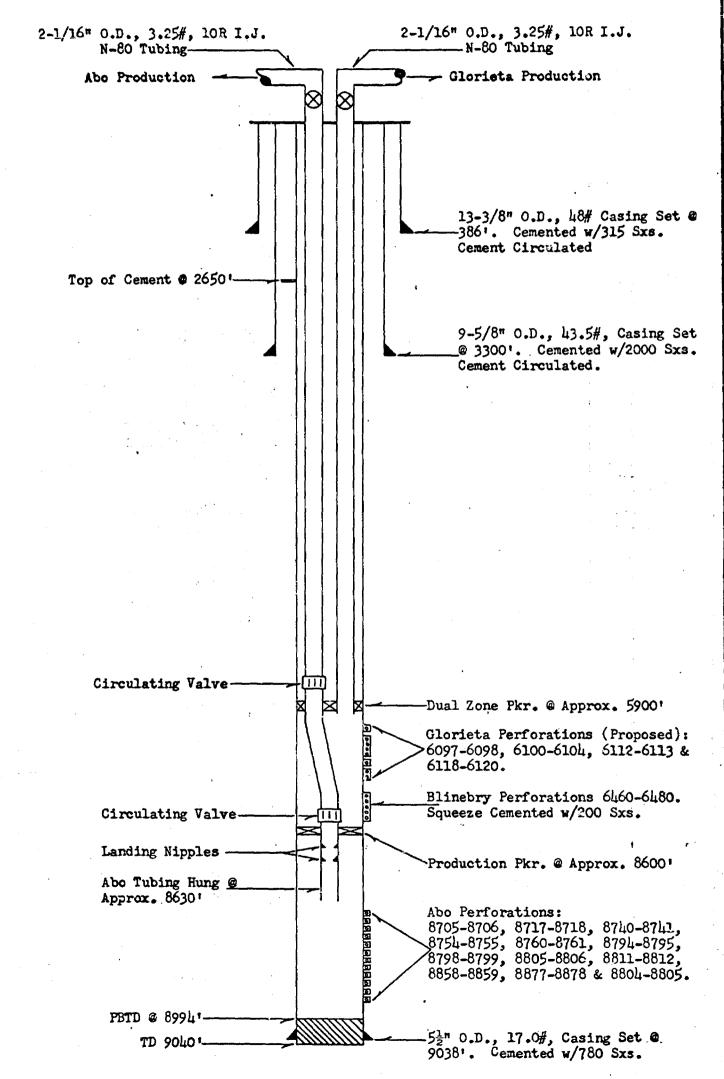
# NEW MEXICO OIL CONSERVATION COMMISSION

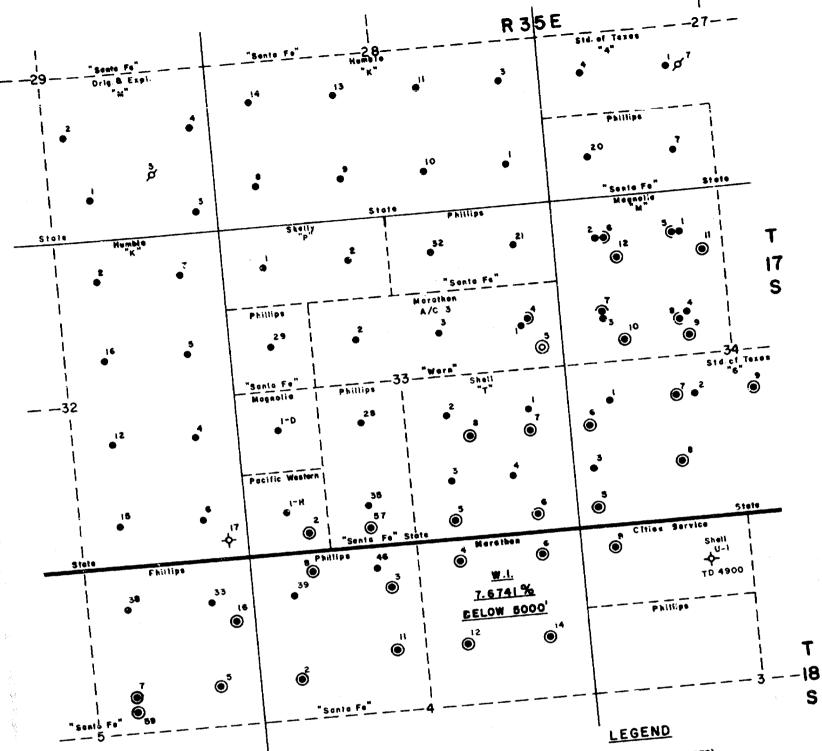
SANTA FE, NEW MEXICO

# APPLICATION FOR DUAL COMPLETION

| ield Nac  | ne<br>Vacuum   |                                   | i   | County                                 | Date July  |  |
|-----------|--|-----------------------------------|---|--|--|--|
| perator   |  |                                   | Lease                                       |  | Well No.   |  |
|           | Marathon Oil Comp                                      | any                               | <u>S</u>                                    | tate Warn A/c 3                        | 5  |  |
| ocation   | Unit   | Section                           |   | Township                               | Range  |  |
| Well      | <u>i H</u>   | <u> </u>                          | 33  | 17.5                                   | 35 E   |  |
|           |  |                                   |   |  | etion of a well in these same pools or in the sa   | .me  |
| sones     | within one mile of the subje                           | ct well? YE                       | s NO  | <b>A</b>                               |  |  |
| lf ans    | wer is yes, identify one such                          | instance: Or                      | der No.                                     | ; Operator,                            | Lease, and Well No.:   |  |
|           |  |                                   |   |  |  |  |
| The G     | ollowing facts are submitted:                          |                                   |   |  |  |  |
| THE R     | ottowing tacts are submitted.                          |                                   | Upper                                       | Zone                                   | Lower Zoac   |  |
| o. No     | ime of reservoir                                       | Undes                             | ignated Glo                                 | orieta                                 | Vacuum Abo Reef  |  |
| b. To     | op and Bottom of                                       |                                   |   |  |  |  |
|           | Pay Section  |                                   |   | orate within                           | Perforated within interval   |  |
|           | (Perforations)   | inter                             | val 6050 te                                 | o 6150'.                               | 8705 to 8905'  |  |
|           | pe of production (Oil or Gas)                          | 011                               | Oi l  |  | 011  |  |
| d. Me     | ethod of Production                                    |                                   | insta Ela:                                  | ing Completion                         | Anticipate Flowing Completion  |  |
|           | (Flowing or Artificial Lift)                           |                                   |   | ing Completion                         | Anticipate I lowing completion   |  |
| The f     | ollowing are attached. (Plea                           | se mark YES o                     | or NO)                                      |  |  |  |
| No<br>Yes | been furnished copies of<br>d. Electrical log of the w | such dual comp<br>the application | pletion from eac<br>on.*<br>ceptable log wi | th tops and bottoms of p               | lieu thereof, evidence that said offset operators roducing zones and intervals of perforation indibe submitted as provided by Rule 112-A.) |  |
| List      | all offset operators to the lea                        |                                   |   |  |  |  |
| Skel      | lly Oil Company, P.                                    | 0. Box 38                         | , Hobbs, N                                  | ew Mexico                              |  |  |
| Phil      | llips Petroleum Comp                                   | any, P. O                         | . Box 2105                                  | , Hobbs, New Mex                       | i co   |  |
| Mob i     | il Oil Company Inc.,                                   | P. 0. Bo                          | x 2406, Ho                                  | bbs, New Mexico                        |  |  |
| Star      | ndard Oil Company of                                   | Texas, P                          | . 0. Box 3                                  | 97, Hobbs, New M                       | exico  |  |
|           | Il Oil Company, P. C                                   | _                                 | _   |  |  |  |
| Were      | all operators listed in Item 5                         | above notified                    | and furnished                               | a copy of this application             | on? YESNO X If answer is yes, given  | re dat                                       |
| of su     | ch notification  |                                   |   |  |  |  |
| CERT      | TIFICATE: I, the undersione                            | d. state that I                   | am the Area                                 | Petroleum Engine                       | er of the Marathon Oil Company   | <u>.                                    </u> |
| ;,        |  |                                   |   |  | make this report; and that this report, was prep   |  |
| der my    |  |                                   |   |  | omplete to the best of my knowledge.   |  |
|           |  |                                   |   | (h                                     | had Factor   |  |
|           |  |                                   | •   | —————————————————————————————————————— | Signature  |  |
| :         | Should waivers from all offse                          | t operators not                   | accompany an                                | application for administ               | tative approval, the New Mexico Oil Conservat  | ion  |
|           |  |                                   |   |  | receipt by the Commission's Santa Fe office.   |  |
|           |  |                                   |   |  | Santa Fe office, the application will then be pronounced and proration unit in either or both of   |  |
|           |  |                                   |   |  | d simultaneously with this application.  |  |

# MARATHON OIL COMPANY "Diagrammatic Sketch of Proposed Dual Completion" State Warn A/c 3, Well No. 5 Unit H, Sec. 33, T-17-S, R-35-E Lea County, New Mexico







# MARATHON OIL COMPANY

"Plat of St. Warn A/C 3 Lease" Lea County, New Mexico

6-10-63 SCALE: 1"= 1500"

- VACUUM (GRAYBURG-SAN ANDRES)
- VACUUM YATES
- WACUUM ABO REEF
- PROPOSED DUAL COMPLETION
- TEMPORARILY ABANDONED
- PLUGGED & ABANDONED

DRAFT
JMD/esr

# BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

CASE No. 2869

Order No. R- 2536

APPLICATION OF MARATHON OIL COMPANY FOR A DUAL COMPLETION, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

# BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on July 24 , 1963, at Santa Fe, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this day of July , 1963, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel S. Nutter , and being fully advised in the premises,

# FINDS:

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, Marathon Oil Company, seeks authority to complete its State Warn A/c 3 Well No. 5, located in Unit H of Section 33, Township 17 South, Range 35 East, NMPM, Lea County, New Mexico, as a dual completion (conventional) to produce from the Vacuum-Abo Reef Pool and formula from the vacuum formula from the vacuum-Abo Reef Pool and formula from the vacuum for
- (3) That the mechanics of the proposed dual completion are feasible and in accord with good conservation practices.
- (4) That approval of the subject application will prevent waste and protect correlative rights.

# IT IS THEREFORE ORDERED:

(1) That the applicant, Marathon Oil Company, is hereby authorized to complete its State Warn A/c 3 Well No. 5, located in Unit H of Section 33, Township 17 South, Range 35 East, NMPM, Lea County, New Mexico, as a dual completion (conventional) to produce from the Vacuum-Abo Reef Pool and peol through parallel strings of 2 1/16-inch OD tubing, with separation of zones by a packer set at approximately.

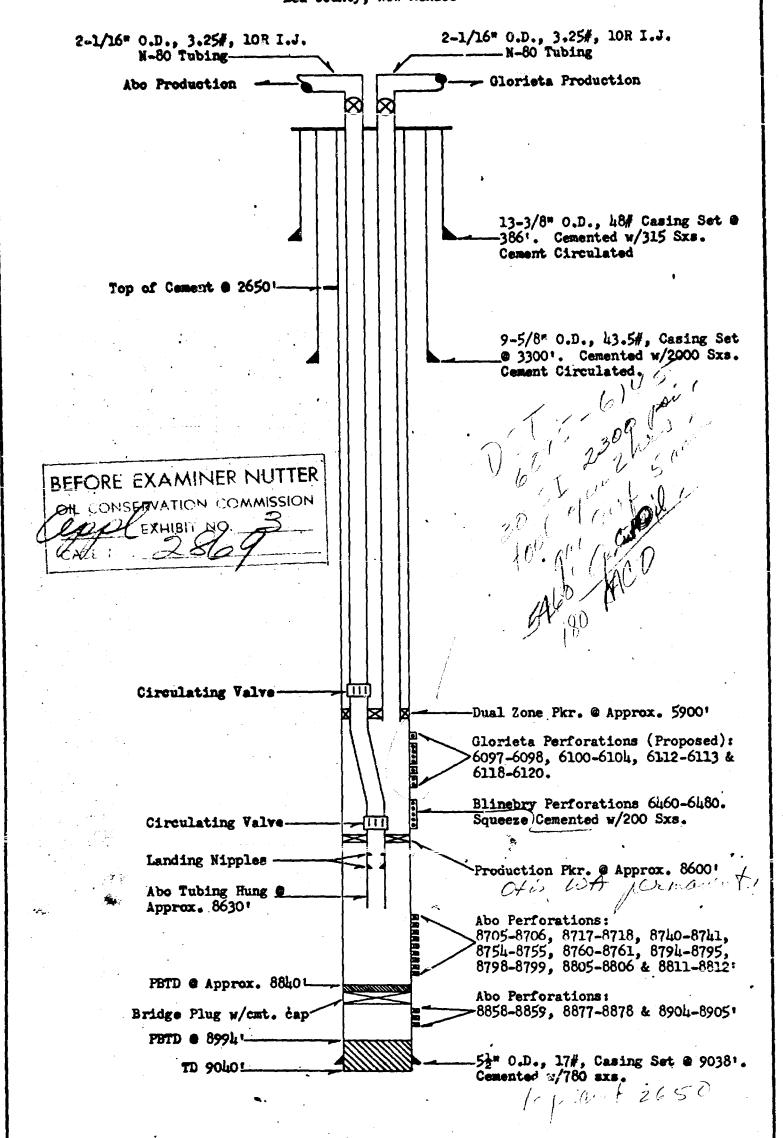
PROVIDED HOWEVER, That the applicant shall complete, operate, and produce said well in accordance with the provisions of Rule 112-A of the Commission Rules and Regulations insofar as said rule is not inconsistent with this order.

PROVIDED FURTHER, That the applicant shall take parker-lesker tests upon completion and annually thereafter during the part of Ratio Test Period for the Vilcum - Cho Ref Forf.

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated. MARATHON OIL COMPANY
"Diagrammatic Sketch of Proposed Dual Completion"
State Warn A/c 3, Well No. 5
Unit H, Sec. 33, T-17-S, R-35-E
Lea County, New Mexico

EXHIBIT NO. 3



# NEW MEXICO OIL CONSERVATION COMMISSION Santa Fe, New Mexico July 24, 1963

EXAMINER HEARING

IN THE MATTER OF:

Application of Marathon Oil Company for a dual completion, Lea County, New Mexico.

Applicant, in the above-styled cause, seeks approval of the dual completion (conventional) of its State Warn A/c 3

Well No. 5, located in Unit H of Section 33, Township 17 South, Range 35 East, Lea County, New Mexico, to produce from the Vacuum-Abo Reef Pool and either an undesignated Blinebry or Glorieta pool through parallel strings of 2 1/16 OD

Case No. 2869

**EEFORE:** Daniel S. Nutter, Examiner

TRANSCRIPT OF HEARING

ALBUQUEROUE,

DEARNLEY-MEIER REPORTING SERVICE,

CASE 2869

# DEARNLEY-MEIER REPORTING SERVICE, Inc.

BEFORE THE
OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
July 24, 1963

# EXAMINER HEARING

IN THE MATTER OF:

Application of Marathon Oil Company for a dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the dual completion (conventional) of its State Warn A/c 3 Well No. 5, located in Unit H of Section 33, Township 17 South, Range 35 East, Lea County, New Mexico, to produce from the Vacuum-Abo Reef Pool and either an undesignated Blinebry or Glorieta pool through parallel strings of 2 1/16" OD tubing.

BEFORE: Daniel S. Nutter, Examiner

# TRANSCRIPT OF HEARING

MR. NUTTER: We will Call Case 2869.

MR. DURRETT: Application of Marathon Oil Company for a dual completion, Lea County, New Mexico.

MR. MORRIS: Mr. Examiner, I'm Richard Morris of Seth, Montgomery, Federici, and Andrews, Santa Fe, appearing for the Applicant, Marathon Oil Company. We will have one witness, Mr. John Barber, and ask that he be sworn at this time.

(Witness sworn.)

(Whereupon, Applicant's Exhibits 1, 2, and 3 marked for identification.

JOHN R. BARBER

called as a witness, having been first duly sworn on oath, testified as follows:



PARMINGTON, N. N. PHONE 325-118.

BANTA FE, N. M. PHONE 983.3971

HUGUEROUE, N. M. 10NE: 243-6691

# DIRECT EXAMINATION

# BY MR. MORRIS:

- Q Please state your name and position.
- A John R. Barber, employed by Marathon Oil Company in the capacity of Area Petroleum Engineer in Hobbs, New Mexico.
- Q Have you previously testified before the Gil Conservation Commission or one of its examiners, Mr. Barber?
  - A Yes, I have.
  - Q Your qualifications are a matter of record?
  - A Yes, they are.
- Q What is it that Marathon seeks by its application in Case 2869?

A Marathon seeks authority to complete its State Warn A/c 3 Well No. 5 as a dual completion, conventional, to produce oil from the Vacuum-Abo Pool and oil from an undesignated Glorieta Pool through parallel tubing strings. This well is located in Unit H, Section 33, Township 17 South, Range 35 East, Lea County, New Mexico.

Q Mr. Barber, I note on the application in this case and from the advertisement that the Commission has given that Marathon was asking, in the alternative, to produce oil either from the Blinebry or Glorieta. What is the status of that alternative request at this time?

A At the time the original application was submitted, the Blinebry zone had not been tested. As I will show later, this

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LBUQUERQUE, N. M.



# DEARNLEY-MEIER REPORTING SERVICE, Inc.

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zone was found to be productive of water. Therefore, the Blinebry zone should no longer be considered a part of this case.

Q Do you have a plat of the subject lease showing the well in question?

A Yes, I have. Exhibit No. 1 is a plat of the State Warn A/c 3 lease. This lease contains 120 acres and has been outlined in yellow. Marathon Oil Company owns a 100 percent working interest in this lease. All offset operators to the Warn A/c 3 lease have been shown on Exhibit 1, to the best of my knowledge.

The pool designation for each individual well is also shown on Exhibit 1, to the best of my knowledge. State Warn A/c 3 Well No. 5, the subject of this application, is circled in red. It is well is located 310 feet from the north line and 330 feet from the east line of Section 33, Township 17 South, Range 35 East.

The nearest Abo production to Well No. 5 is offsets to the south and east. The nearest Glorieta production is approximately three miles west of the subject well.

Q Now referring, if you will, Mr. Barber. to what has been marked Exhibit No. 2, that being the log of the subject well, would you explain the information shown there?

A Exhibit No. 1 is a gamma ray sonic log of State Warn A/c 3 Well No. 5 with the tops of the producing zones, the total depth, and the respective perforated intervals indicated thereon.

ALBUQUEROUE, N. M. PHONE 243-6691



# SERVICE, Inc. REPORTING DEARNLEY-MEIER

The subject well was spudded May the 28th, 1963, and drilled to a total depth of 9040. After running open hole logs, 5-1/2 inch. 17 pound casing was set to 9038. The Blinebry zone was then perforated, treated, and tested. We perforated the Blinebry from 6460 to 6480 as is indicated on Exhibit No. 2.

The treatment was 3,000 gallons of acid, and we swabbed 110 barrels of fluid, of which 98 percent was water. These perforations were squeezed with 200 sacks of cement, as may also be noted on Exhibit No. 2.

Q Still referring to Exhibit No. 2, could you point out and explain the information concerning the Abo section?

The Abo section was selectively perforated from 8705 These perforations were treated with 250 gallons of Spearhead acid and 25,000 gallons of retarded acid. Following swab test on these perforations, we set a retrievable bridge plug, isolating the bottom three sets of perforations. That left the perforations open from 8705 to 8812. We treated these perforations with 40,000 gallons of retarded acid.

We are presently swabbing back acid water, and the latest test on this zone was 57 barrels of oil and 70 barrels of water in 12 hours. The percentage of oil is increasing. We have not determined a static bottom hole pressure on the Abo section as yet; however, it's expected to be approximately 2700 psi. This assumption is based on a bottom hole pressure of 2772 obtained on Mobil's State "M" Well No. 10. This well is an east offset to



NISUGUERQUE, N. M. PHONE 243-6691

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State Warn A/c 3 Well No. 5.

The pay section for the Abo zone is a fine to medium crystalline dolomite containing secondary crystalline porosity. It is my opinion, based on the available data, that the reservoir mechanism for this zone is solution gas drive.

Q Could you give the information that you have concerning the Glorieta zone in this well?

A Yes, sir. The Glorieta zone in State Warn A/c 3 Well No. 5 will be selectively perforated within the interval 6097 to 6120. We anticipate that this zone will be productive of oil, based on a DST taken during drilling operations. The results of the DST follows: The test interval was from 6,095 to 6,145.

After taking a 30-minute initial shut-in pressure, the tool was opened for two hours with gas to surface in five minutes. We did not have fluid to surface within a two-hour interval. The recovery was 5460 feet of gas-cut oil, 180 feet of mud-cut oil, and 180 feet of free water.

The 30-minute initial shut-in pressure was 2300 psi. The 60-minute final shut-in pressure was 2245 psi. The initial flowing pressure was 170 psi and the final flowing pressure was 910 psi.

MR. NUTTER: You didn't actually recover any free oil?

A We recovered gas-cut oil. What happened to us there, they started out of the hole and the well unloaded on them after they had pulled about three stands, so it was heavily gas-cut.



but it wasn't mud-cut.

MR. NUTTER: I see.

It was water-free oil, so as far as recovering dead Α oil, we did not recover a dead column of oil as such. The pay section for the Glorieta zone is a very fine to fine crystalline dolomite containing pinpoint to secondary crystalline porosity. It is my opinion that the reservoir mechanism for this zone will be solution gas drive.

(By Mr. Morris) Mr. Barber, would you refer to what Q has been marked Exhibit No. 3 in this case, that being the diagrammatic sketch of the mechanism installation of this well?

Α Exhibit 3 is a diagrammatic sketch illustrating the downhole equipment that we propose to use in the completion of this well. This sketch is essentially the same as the one that was submitted with the original application. The casing program that we utilized is illustrated on Exhibit No. 3.

This program conforms to the provisions of Rules 106 and 107 of the general rules and regulations of the Conservation Commission, and adequately protects all oil, gas, and waterbearing strata which were encountered in the drilling of this well.

Briefly, we propose to use the following procedure to effect the illustrated dual completion. After we perforated, treated, tested, and squeezed the Blinebry section, we perforated, treated, and are presently testing the Abo section. On Exhibit 3

DEARNLEY-MEIER REPORTING SERVICE, Inc.



# DEARNLEY-MEIER REPORTING SERVICE, Inc.

it shows a bridge plug isolating the bottom three sets. present we have a retrievable bridge plug at this point, and when we complete our test we will run a permanent bridge plug and put a cement cap on top of it, as is illustrated on the exhibit. Also following this Abo test and the setting of the

bridge plug, we will run an Otis Type WA production packer on wireline and set it at approximately 8600 feet. This packer will be run with the tail pipe and landing nipples attached. We will then set a retrievable bridge plug at approximately 6300 feet, isolating the Abo zone. At that time we will perforate, treat, and test the Glorieta section.

Following the testing of the Glorieta section, we will remove the bridge plug from the well and run the Abo tubing string of 2-1/6 inch OD tubing and latch into the lower packer. upper packer will be run on this tubing string. Then the Glorieta tubing string, 2-1/16 OD tubing will be run and latched into the upper packer. The inside diameter of the Abo and Glorieta tubing strings is the same, or 1.75 inches.

The wellhead equipment that we propose to use on this dual completion conforms to the provisions of Rule 115 of the general rules and regulations.

Q Mr. Barber, would you comment on and give us your opinion on the effectiveness of this type of completion?

This installation is designed and will be installed in accordance with sound engineering practices and principles,

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DEARNLEY-MEIER REPORTING SERVICE, Inc.

and it is my opinion that it will effectively prevent communication between producing zones. This installation or types of this installation is widely used in Southeastern New Mexico. By utilizing this type of installation, it will be possible to measure the reservoir pressure on each zone without necessity of shutting in the zone not being tested. We will also equip the well with all necessary connections for conducting packer leakage tests and we will also install surface equipment such that the production from the oil and gas, production from each zone will be separately and accurately measured. We do not anticipate any corrosion problems of any consequence in this installation. We base this on the fact that these two crudes are characteristically sweet and offer little or no corrosion problems.

Q Now, Mr. Barber, if it should be necessary to artificially lift either or both of these zones, would that be possible with the installation that you propose?

Yes, it will. If we have to lift either of these zones, it is my opinion that they can be efficiently lifted by gas lift means, By equipping the existing Abo and Glorieta tubing strings with gas lift valves, approximately 150 barrels of fluid per day may be lifted from the Abo zone and approximately 200 barrels of fluid may be lifted from the Glorieta zone. It is my opinion that these zones can be safely, efficiently, and effectively depleted by this method.

Do you have any information concerning the costs of



# REPORTING SERVICE, Inc. DEARNLEY-MEIER

BANTA FE, N. M. PHONE 983-3971

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this installation, the costs of individual well completions, and the savings that might be effected by this type of installation?

Yes, I have. The cost of drilling and dual completing Well No. 5 is estimated to be \$147,130. The cost of drilling a single well to each of these zones and completing therein is estimated to be \$195,685. By dual completing this well, it is estimated that it will result in a savings of \$48,555. The application for authority to dual complete this well is in the interest of conservation and will protect correlative rights. The proposed dual completion will not cause waste and will prevent the drilling of unnecessary wells.

Q Were Exhibited and 3 prepared by you or under your direction, and was the information placed on Exhibit No. 2 done under your supervision or direction?

Α Yes, it was.

MR. MORRIS: We offer at this time Marathon's Exhibits 1. 2, and 3 into evidence.

MR. NUTTER: Marathon's Exhibits 1 through 3 will be admitted in evidence.

> (Whereupon, Applicant's Exhibits Nos. 1, 2, and 3 admitted in evidence.)

MR. MORRIS: That's all we have at this time.

CROSS EXAMINATION

# BY MR. NUTTER:

Q What was the reason that the three lower sets of



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perforations in the Abo will be bridged off?

After we treated those, we swabbed 27 barrels of oil and nine barrels of water. We assumed that the biggest part of our water production was coming from the lower part of the formation. Therefore, we set the bridge plug.

- They weren't squeezed, however? Q
- They were not squeezed. Α
- And they won't be squeezed? Q
- No. Α
- You cemented the 5-1/2 with 780 sacks? Q
- Yes.
- What is the top of the cement? Q
- 2650. It's tied back into the intermediate string. We have cemented behind the entire length up to 2650. Α
- What was your 30-minute shut-in pressure on your drill-Q stem test on the Glorieta?
  - Α
- The nearest Glorieta production is three miles to the Q
- Yes, sir, it's in the new area that's being developed west? Α over there.
  - What type of a packer is this production packer at 8600 Q
  - This is an Otis type WA.
  - Would that be regarded as a permanent type packer? Α Q
  - Yes. Α

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Drillable permanent type?
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Yes, very similar to the Baker model D with opposing set of slips set on wireline.

MR. NUTTER: Any other questions of Mr. Barber? He may be excused.

(Witness excused.)

MR. NUTTER: Do you have anything further, Mr. Morris?

MR. MORRIS: No, I do not.

MR. NUTTER: Does anyone have anything further to offer in Case 2869? We will recess the hearing until 1:30.

(Whereupon, a recess was taken.)

STATE OF NEW MEXICO COUNTY OF BERNALILLO

I, ADA DEARNLEY, Notary Public in and for the County of Bernalillo, State of New Mexico, do hereby certify that the foregoing and attached Transcript of Hearing before the New Mexico Oil Conservation Commission was reported by me, and that the same is a true and correct record of the said proceedings, to the best of my knowledge, skill, and ability.

WITNESS my Hand and Seal this 22nd day of August, 1963.

My Commission Expires:

Oil Conservation Complesion