### STATE OF NEW MEXICO



## ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

**OIL CONSERVATION DIVISION** 

GARREY CARRUTHERS

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

April 5, 1990

Enron Oil and Gas Co. P.O. Box 2267 Midland, TX 79702

Attention: L.W. Helms, Jr., Project Production Engineer

### RE: Corrected Administrative Order TX-193

PV2V2005153051

Dear Mr. Helms:

Due to inadvertence, it appears to the Division that Administrative Order TX-193, dated March 22, 1990 does not correctly state the intended order of the Division. Therefore, the location of the Diamond "8" Federal Well No. 1 should read in its entirety as follows:

"660 feet from the North line and 2310 feet from the East line (Unit B) of Section 8, Township 25 South, Range 34 East, NMPM, Pitchfork Ranch Morrow Gas Pool, Lea County, New Mexico"

All other provisions of said Order TX-193 shall remain in full force and effect until further notice.

Sincerely,

Michael E. Stogner Chief Hearing Officer/Engineer

MES/ag

cc: Oil Conservation Division - Hobbs US Bureau of Land Management - Carlsbad



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March 22, 1990

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

Enron Oil and Gas Co. P.O. Box 2267 Midland, TX 79702

Attention: L.W. Helms, Jr., Project Production Engineer

Administrative Order TX-193

Dear Mr. Helms:

Reference is made to your request for an exception to the tubing setting requirements as contained in Division Rule 107(d)(3) for the below named well.

Pursuant to the authority granted me by Rule 107(d)(4), you are hereby authorized to set tubing in a permanent packer at 14,750 feet in the following well:

Diamond "8" Federal Well No. 1

660 feet from the North line and 2310 feet from the East line (Unit B) of Section 4, Township 25 South, Range 34 East, Pitch Fork Ranch Morrow Gas Pool, Lea County, New Mexico.

The Division reserves the right to rescind this authority in the event that waste appears to be resulting therefrom.

Sincerely. William J. LeMay, **Division Director** 

WJL/MES/ag

cc: Oil Conservation Division - Hobbs US Bureau of Land Management - Carlsbad

# OIL CONSERVATION DIVISION ENRON Oil & Gas Company

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P. O. Box 2267 Midland, Texas 79702 (915) 686-3600

February 2, 1990

New Mexico Oil Conservation Division P.O. Box 2088 Santa Fe, NM 87501

Attention: Michael E. Stogner

Re: Application for exception to SLO Rule 107 (d)(3) Diamond "8" Fed. No. 1 Sec. 8, T-25-S, R-34-E Lea County, New Mexico

Dear Mr. Stogner:

فليتعاد

Enron Oil & Gas Company has just drilled and is in the process of completing the Diamond "8" Fed No. 1 in the Pitchfork Ranch-Morrow Pool. The Morrow formation contains three sand intervals that are potentially productive in this wellbore and, during the completion process it will be necessary that the tubing be situated in excess of 250' above the top perforation thus necessitating an exception to the above-mentioned rule. The completion plans are designed to land the tubing in a permanent packer at 14,750' and test the two lowermost intervals, 15,214' to 15,220' and 15,267' to 15,279'. Completion papers will be filed and the well connected to a gas sales pipeline and flow tested for a short period of time to be followed by a large stimulation treatment. Following the treatment, an extended flow period consisting of three to four weeks will be necessary to allow the flow rates and pressures to stabilize. This extended flow period will ensure the most effective "clean-up" or fluid recovery from the treatment as possible thus significantly reducing the potential for formation damage due to fluid retention in the producing intervals. During this phase of the completion process, the tubing will be in excess of 250' above the top perforation; however, after this extended flow period, the uppermost Morrow interval, 14,884' to 14,890', will be perforated and allowed to produce. This will bring the well into compliance with SLO Rule 107 (d)(3) as the tubing will be within 134' of the top perforation.

Enron Oil & Gas Company is requesting an exception to SLO Rule 107(d)(3) to allow the well to be completed in the most efficient and effective way possible as indicated above. Once all of the completion operations are finalized, the well will be in compliance with said rule. Your cooperation in this matter would be greatly appreciated.

Sincerely

Switching

L. W. Helms, Jr. Project Production Engineer

CC: New Mexico Oil Conservation Division P.O. Box 1980 Hobbs, New Mexico 88241-1980 Attention: Jerry Sexton LWH:bkl kl171bh

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISIONVED HOBBS DISTRIGT PERCE2 AM 9 59 2-9-90 GARREY CARRUTHERS POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88241-1980 GOVERNOR (505) 393-6161 Evelyn -Have yet to recieve application From Enron on this TX OIL CONSERVATION DIVISION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501 RE: Proposed: MC DHC NSL NSP SWD WFX PMX Gentlemen: I have examined the application for the: g Jed. #1-B 8-25-34 Unit S-T-R Jaa Co. J Lease & Well No. Operator and my recommendations are as follows: OR Yours very truly, Jerry Sexton Supervisor, District 1 /ed