STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

1-12-90

POST DEFICE BOX 1989 HOBBS, NEW MEXICO - 88241-1980 (505) 393-6161

GARREY CARRUTHERS

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

ANC- 753

RE: Proposed: MC DHC X NSL NSP SWD WFX

Gentlemen:

РМХ

I have examined the application for the:

Lease & Well No. Unit S-T-R perating Co. Operator

and my recommendations are as follows:

Yours very truly,

Jerry Sexton Supervisor, District l

/ed



ClayDesta National Bank Bldg. Suite 5250 6 Desta Drive Midland, Texas 79705 915-682-9756

January 9, 1990

New Mexico Department of Energy & Minerals Oil Conservation Division P. O. Box 1980 Hobbs, New Mexico 88241-1980 Leonard Kersh District Production Manager Dane Hendley District Petroleum Engineer George Faigle District Development Geologist Sammy Reed Production Superintendent West Texas/Rocky Mountain District Production Division

Re: Application for Downhole Commingling Enserch Exploration, Inc. Lambirth No. 3 South Peterson Penn Field South Peterson Fusselman Field Roosevelt County, New Mexico

Gentlemen:

Enserch Exploration, Inc., managing general partner of EP Operating Co. requests authority for downhole commingling of production from the Peterson, South (Penn) Field and the Peterson, South (Fusselman) Field in the above referenced well located in Roosevelt County, New Mexico.

In accordance with Rule 303-A of the Oil Conservation Division Rules and Regulations, information necessary upon application of a permit for downhole commingling of two oil zones is hereby submitted.

Sincerely,

endley Wm. Dane Hend

TRR:

Attachments

cc: New Mexico Department of Energy & Minerals Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87501-2088

a.	Operator:	EP Operating Company ClayDesta National Bank Bldg. Suite 5250 6 Desta Drive Midland, Texas 79705
b.	Lease Name: Well Number: Well Location:	Lambirth 3 Unit Letter - G Section 31, T-5-S, R-33-E 1980' FEL, 1980' FNL Roosevelt County, New Mexico
	Pools to be Commingled:	South Peterson Penn Field

- c. Plat Attached as Exhibit No. 1.
- d. Form C-116 is attached for the South Peterson Penn Field Pool as Exhibit No. 2.

Prior to abandonment, the South Peterson Fusselman Field Pool completion was producing 19 STB of oil and 82 MCF of gas per day.

South Peterson Fusselman Field

e. A production decline curve including both zones is attached as Exhibit No. 3.

The Lambirth No. 3 was spudded on June 5, 1978, and was drilled to a total depth of 8030 feet. The well was perforated in the lower Fusselman from 7940 feet to 7944 After acidizing, the interval tested wet and was feet. Next, the upper Fusselman was perforated from 7840 squeezed. feet to 7849 feet and acidized. The well was completed as an oil well on July 26, 1978, from the Fusselman Formation. It was placed on pump and potentialed 25 BO, 12 BW and 64 MCFG on July 31, 1978. The well produced for two months for a total of 1,096 BO and 2,107 MCFG. Subsequently, a rework began on October 12,1978, which plugged the well back at 7800 feet with a cast iron bridge plug and 10 feet of cement was placed on top. The lower Penn zone was perforated from 7702 feet to 7715 feet and treated with 2500 gallons of acid. The well was potentialed on August 20, 1979, for 643 MCFG, 11 BO and a trace of water on a 9/64" choke with 875 psi tubing The well produced 9,535 BO and 509,911 MCFG before pressure. The current completion in the being recompleted in 1986. Penn Formation was performed on February 28, 1986. A retrievable bridge plug was set at 7685 feet to isolate the previous completed interval. The formation was perforated from 7653 feet to 7660 feet and acidized. The well potentialed 606 MCFG, 135 BO and 0 BW on March 5, 1986. In June of 1986, the retrievable bridge plug set between the two intervals was removed. Since June, 1986, the well has accounted for a cumulative production of 6,473 BO and 51,730

MCFG as of July, 1989, from these two zones representing a total accumulation of 16,008 BO and 561,641 MCFG since August, 1979. The well is currently producing 1 BOPD, 18 MCFGPD and 0 BWPD.

- f. Both zones require artificial lift. No recent bottom hole pressure surveys have been performed. However, in June of 1986, the pressure of the South Peterson Penn Pool is estimated to have been 4,050 psi calculated from a 14 hour shut in tubing pressure. The reservoir pressure of the South Peterson Fusselman Pool was 3,600 psi as of July of 1978, estimated from a shut in tubing pressure.
- g. South Peterson Penn Pool 49.5 API South Peterson Fusselman Pool - 50.4 API
- h. Estimated production from the Penn zone: 1 BOPD Estimated production from the Fusselman zone: <u>19 BOPD</u> Sum of Individual Streams: 20 BOPD

According to Order No. R-6882 dated February 1, 1982, commingled production from zones with the lowermost pool existing between 7000 feet and 7999 feet may not exceed 50 BOPD.

- i. The Lambirth No. 3 is currently producing at 1 BOPD, 0 BWPD, and 18 MCFGPD from the Penn Formation. Any production over the current production will be allocated to the production from the Fusselman Formation.
- j. The offset operator has been notified and the waiver letter is attached as Exhibit No. 4. The offset mineral owners were also notified. Of the three offset mineral owners, two returned signed waiver letters which have also been included in the attached exhibit.



									E	KHIB	IT NO. 2												
		Roosevelt	Completion Special	GAS - OIL	RATIO CU.FT/BBL	19000/1	25500/1	8000/1	16000/1			I hereby certify that the above information is true and complete to the best of my know- ledge and belief.		D. Reed									
C-116 Revised 1-1-65				TEST	GAS M.C.F.	19	153	16	16			t the above o the best		(Signature) S. D. Superintendent	(Tide) 1989	(Date)							
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	1					. 1					. 1	6 Desta Drive, Suite 5250,			Lambirth	Lambirth	mbirth	Lambirth	Lambirth		No well will be assigned an allowable greater than the amount of oil produced on the official test. 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 Commission. 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. Mail original and one copy of this report to the district office of the New Mexico Oil Conservation Commission in accordance with Rule 301 and appropriate pool rules.	
	6		<u> </u>																				

EXHIBIT NO. 2

NEW MEXICO OIL CONSERVATION COMMISSION

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EXHIBIT NO. 3





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ClayDesta National Bank Bldg. Suite 5250 6 Desta Drive Midland, Texas 79705 915-682-9756

P.B.H. Regulatory Section

Leonard Kersh District Production Manager Dane Hendley District Petroleum Engineer George Faigle

District Development Geologist Sammy Reed Production Superintendent West Texas/Rocky Mountain District Production Division

October 27, 1989

Phillips Petroleum Company 4001 Penbrook Odessa, Texas 79762

> Re: Exception to New Mexico Rule 303-A (Downhole Commingling) EP Operating Company Lambirth No. 3 Peterson, South Field Roosevelt County, New Mexico

Gentlemen:

EP Operating Company proposes to commingle downhole within the wellbore of the Lambirth No. 3 Well production from the South Peterson (Pennsylvanian) Field and the South Peterson (Fusselman) Field. If, as an offset operator, you have no objection to the granting of this exception provided for under the provisions of New Mexico Rule 303-C and hereby waive objection and notice of hearing on this application, please execute two (2) copies of this waiver and return them to the above address.

Please advise if there are questions or additional information is required for this purpose.

	Sincerely
	Lonard Kersh
TRR: Attachm	nent
Name:	David A. Brown
Title:_	Director, Reservoir Engineering
Date:	November 7, 1989

Managing General Partner of EP Operating Company, a limited partnership



ClayDesta National Bank Bldg. Suite 5250 6 Desta Drive Midland, Texas 79705 915-682-9756 Leonard Kersh District Production Manager

Dane Hendley District Petroleum Engineer

George Faigle District Development Geologist Sammy Reed Production Superintendent West Texas/Rocky Mountain District Production Division

October 27, 1989

Gladys Rader c/o Charter Bank P. O. Box 361 Lebanon, Missouri 65536

> Re: Exception to New Mexico Rule 303-A (Downhole Commingling) EP Operating Company Lambirth No. 3 Peterson, South Field Roosevelt County, New Mexico

Gentlemen:

EP Operating Company proposes to commingle downhole within the wellbore of the Lambirth No. 3 Well production from the South Peterson (Pennsylvanian) Field and the South Peterson (Fusselman) Field. If, as a mineral owner, you have no objection to the granting of this exception provided for under the provisions of New Mexico Rule 303-C and hereby waive objection and notice of hearing on this application, please execute two (2) copies of this waiver and return them to the above address.

Please advise if there are questions or additional information is required for this purpose.

Sincerely onard Kersh

TRR: Attachment Name Title:

Date:

Managing General Partner of EP Operating Company, a limited partnership



ClayDesta National Bank Bidg. Suite 5250 6 Desta Drive Midland, Texas 79705 915-682-9756 Leonard Kersh District Production Manager Dane Hendley District Petroleum Engineer George Faigle District Development Geologist Sammy Reed Production Superintendent West Texas/Rocky Mountain District Production Division

October 27, 1989

Sue Richards 4405 Odessa Avenue Ft. Worth, Texas 76137

> Re: Exception to New Mexico Rule 303-A (Downhole Commingling) EP Operating Company Lambirth No. 3 Peterson, South Field Roosevelt County, New Mexice

Dear Mrs. Richards:

EP Operating Company proposes to commingle downhole within the wellbore of the Lambirth No. 3 Well production from the South Peterson (Pennsylvanian) Field and the South Peterson (Fusselman) Field. If, as a mineral owner, you have no objection to the granting of this exception provided for under the provisions of New Mexico Rule 303-C and hereby waive objection and notice of hearing on this application, please execute two (2) copies of this waiver and return them to the above address.

Please advise if there are questions or additional information is required for this purpose.

Sincerely,

eonard Kersh

TRR: Attachment Name: Title: Muner Date:

Managing General Partner of FP Operating Company on United and and

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