REQUEST FOR EXCEPTION TO RULE 303-A STAPLIN STATE A/C 1 NO. 6 VACUUM FIELD

- A. <u>Operator</u> Marathon Oil Company P. O. Box 552 Midland, Texas 79702
- Lease Name and Weil No. Staplin State A/C 1 No. 6 UL "N" 525' FSL & 1980' FWL Sec. 30, T-17-S, R-35-E Vacuum: Upper Penn, Wolfcamp, Abo Pools
- C. <u>Plats and Offset Operators</u> Attached
- D. <u>C-116's</u> Attached
- E. <u>Production Decline Curves</u> Attached
- F. <u>Estimated Bottom Hole Pressures</u> Vacuum (Upper Penn) - 1750 Vacuum (Wolfcamp) -2150 Vacuum (Abo) - 2000
- G. <u>Fluid Characteristics</u> Marathon has surface commingled the produced fluids from all three zones without compatability problems of any kind.

H. <u>Value</u>

	Est Daily Prod <u>BOPD</u>	API <u>Gravity</u>	Avg <u>\$/BBL</u>	Avg Daily <u>Income</u>
N. Vacuum (Abo) Vacuum (Wolfcamp) Vacuum Upper Penn)	25 30 <u>15</u> 70	39.0 38.3 39.9	15.98 15.96 16.00	\$ 399.50 \$ 478.80 <u>\$ 240.00</u> \$1,118.30

WTD API Grav = ((25*39.0) + (30*38.3) + (15*39.9)) /70 = 38.9°.

70 BPD * 15.96 = \$1,117.20 Avg revenue commingled prod. \$1,118.30 - \$1,117.20 = \$.50/d Loss in value due to commingling.