Houston Divis I Production Operations US & Canada



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February 14, 1979

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

ATTENTION: Mr. J. D. Ramey, Secretary-Director

Re: Application for Authority to Dually Complete Marathon Oil Company's C. J. Saunders Well No. 3 Located in Unit "C", 430' FNL & 2307' FWL of Section 1, Township 22-South, Range 36-East, Lea County, New Mexico

Marathon Oil Company respectfully requests that the Oil Conservation Division grant administratively this application for the dual completion of Marathon Oil Company's C. J. Saunders Well No. 3 for the production of hydrocarbons from the Blinebry and Drinkard Pools. Attached hereto is the New Mexico Oil Conservation Commission Form C-107, "Application for Multiple Completion", fully executed, together with a diagrammatic sketch of the multiple completion and a plat indicating, to the best of our knowledge, the location of all wells on Marathon's lease and all offset wells, along with other supporting data required by Commission rules.

Marathon proposes to set a single packer at 6500' segregating the Blinebry perforations from the Drinkard perforations. Also, a dual tubing divider will be set at approximately 5500'. One string of 2 3/8" tubing will be run into well and latched onto the packer and one string of 2 1/16" tubing run into well and latched onto tubing divider. The Drinkard will be produced through the 2 3/8" tubing, while the Blinebry will be produced through the 2 1/16" tubing.

It is Marathon's opinion that the multiple completion of the C. J. Saunders Well No. 3, herein described, will effectively prevent communication between all zones, and that the approval of this dual completion will not cause waste and will not infringe upon the correlative rights of any other operator in any of the pools.

A copy of this application along with attachments listed on New Mexico Oil Conservation Commission Form C-107, Items 4(A), (B), and (C), has been