SUNDRY NOT (Do not use this form for proportion of well well well other OIL WELL WELL OTHER Caulkins ADDRESS OF OPERATOR P.O. BOX 4. LOCATION OF WELL (Report location See also space 17 below.) At surface 890° F/S	780 Farmington, New Melearly and in accordance with any and in accordance with any and 990° F/W	ON WELLS ack to a different reservoir. apposals.) CEIVED JUL 101985 LOF LAND MANAGEMENT NGTON BROWNER Sexico 87499 State requirements.*	Form approved. Budget Bureau No. 1004-0135 Expires August 31, 1985 5. LEABL DEGIGNATION AND SERIAL NO. NM 03381 8. IF INDIAN, ALLOTTEE OR TRIBE NAME 7. UNIT AGREEMENT NAME Breech "B" 9. WELL NO. 172-E 10. FIELD AND POOL, OR WILDCAT Blanco MV - Basin Dakota 11. SEC., T., B., M., OR BLE. AND SURVEY OR ARMA Section 7, 26 North 6 West 12. COUNTY OR PARISE 13. STATE
14. PERMIT NO.	15. ELEVATIONS (Show whether DP,	, rt, cr, etc.) 5496 _GR	Rio Arriba New Mexico
16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data			
NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:			
TEST WATER SHUT-OFF FRACTURE TREAT SHOOT OR ACIDIEB REPAIR WELL (Other) Commingling Ap	PULL OR ALTER CASING MULTIPLE COMPLETE ABANDON* CHANGE PLANS plication	Completion or Recomp	of multiple completion on Well etion Report and Log form.) including estimated date of starting any all depths for all markers and zones perti-
2 1/16" tubing u and both tubing Packer will be r Baker Check Valv approx 5528' wit Mesa Verde Produ	sed to produce Dakota strings salvaged. redressed as neccessar e on bottom to preven the reverse flow Check action.	Zone, set at 7301 wiy then 1 1/4" tubing t back flow. Baker r	a Verde Zone set at 5355'. 11 be pulled with Packer will be run in hole with redressed Packer will be set Model "R" Packer for
New Mexico Commi report.	lssion approval order	number, will be furn	shed with recompletion
	ng date July 15, 1985	JUL 15 1985 OIL CON. DIV. DIST. 3	JUL 1 1985. FORMS FELL. FORMER MANAGER FARMINGTON RESOURCE AREA
18. I hereby cortify that the toregoing		Superintendent	100 EDT FT 9485 DECOMD
SIGNED (Mulus (M	GULL TITLE	Suberrucendenc	MOGEPTED FIR RECORD
(This space for Federal or Stay) APPROVED BY CONDITIONS OF APPROVAL, II	TITLE		FAIRMING ON RECOUNT AREA BY SON

*See Instructions on Reverse Side







Job separation sheet

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 8573 Order No. R-7980

APPLICATION OF CAULKINS OIL COMPANY FOR DOWNHOLE COMMINGLING, RIO ARRIBA COUNTY, NEW MEXICO

ORDER OF THE DIVISION

BY THE DIVISION:

1.

This cause came on for hearing at 8 a.m. on April 24, 1985, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this <u>llth</u> day of July, 1985, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

- (1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.
- (2) At the time of the hearing Division Cases Nos. 8573, 8574, and 8575 were consolidated for the purpose of testimony.
- (3) The applicant, Caulkins Oil Company, is the owner and operator of the following described wells:

State "A" Well No. 113-E 1110' FSL - 950' FEL Unit P, Section 2

Breech "B" Well No. 172-E 890' FSL - 990' FWL Unit M, Section 7 26N 6W

Breech "D" Well No. 685-E 858' FSL - 927' FEL Unit P, Section 11

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Breech "C" Well No. 689 1850' FSL - 790' FWL Unit L, Section 12

Breech "C" Well No. 689-M 920' FSL - 1100' FEL Unit P, Section 12

Breech "C" Well No. 248 1140' FNL - 900' FEL Unit A, Section 13

Breech "A" Well No. 229-M 1120' FNL - 890' FEL Unit A, Section 17

Breech "D" Well No. 341-M 1850' FNL - 1800' FWL Unit F, Section 21

All in Township 26 North, Range 6 West, NMPM, Rio Arriba County, New Mexico.

- (4) The applicant seeks authority to commingle production from the Blanco Mesaverde and Basin Dakota Gas Pools within the wellbores of the above-described wells.
- (5) From the Blanco Mesaverde Gas Pool, the subject wells are expected to be capable of low production only.
- (6) From the Basin Dakota Gas Pool, the subject wells are expected to be capable of low production only.
- (7) The proposed commingling should result in the recovery of additional hydrocarbons from each of the subject pools, thereby preventing waste, and will not violate correlative rights.
- (8) The reservoir characteristics of each of the subject zones are such that underground waste would not be caused by the proposed commingling provided that the well is not shut-in for an extended period.
- (9) To afford the Division the opportunity to assess the potential for waste and to expeditiously order appropriate remedial action, the operator should notify the Aztec district office of the Division any time that any of the subject wells is shut-in for 7 consecutive days.

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(10) In order to allocate the commingled production to each of the commingled zones in the wells, applicant should consult with the supervisor of the Aztec district office of the Division and determine an allocation formula for each of the production zones.

IT IS THEREFORE ORDERED THAT:

(1) The applicant, Caulkins Oil Company, is hereby authorized to commingle Blanco Mesaverde Gas Pool and Basin Dakota Gas Pool production within the wellbores of the following wells:

State "A" Well No. 113-E 1110' FSL - 950' FEL Unit P, Section 2

Breech "B" Well No. 172-E 890' FSL - 990' FWL Unit M, Section 7

Breech "D" Well No. 685-E 858' FSL - 927' FEL Unit P, Section 11

Breech "C" Well No. 689 / 1850' FSL - 790' FWL Unit L, Section 12

Breech "C" Well No. 689-M / 920' FSL - 1100' FEL Unit P, Section 12

Breech "C" Well No. 248 1140' FNL - 900' FEL Unit A, Section 13

Breech "A" Well No. 229-M 1120' FNL - 890' FEL Unit A, Section 17

Breech "D" Well No. 341-M / 1850' FNL - 1800' FWL Unit F, Section 21

All in Township 26 North, Range 6 West, NMPM, Rio Arriba County, New Mexico.

(2) The applicant shall consult with the Supervisor of the Aztec district office of the Division and determine an

allocation formula for the allocation of production to each zone in each of the subject wells.

- (3) The operator shall immediately notify the Division's Aztec district office any time any well downhole commingled under terms of this order has been shut-in for 7 consecutive days and shall concurrently present, to the Division, a plan for remedial action.
- (4) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO

OIL CONSERVATION DIVISION

R. L. STAMETS,

Director

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