

OIL CONSERVATION DIVISION

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178

BOX 2088
SANTA FE, NEW MEXICO 87501
DATE June 10, 1955
RE: Proposed MC Proposed DHC Proposed NSL Proposed SWD Proposed WFX Proposed PMX
Gentlemen:
I have examined the application dated
for the Caulhai Oil P. See attaches lik 11 11
Operator Lease and Well No. Unit, S-T-R
and my recommendations are as follows: Oppose
Yours truly,
Zur)

CAULKINS OIL COMPANY

P. O. BOX 780 FARMINGTON, NEW MEXICO 87401

June 4, 1987

Oil Conservation Division Post Office Box 2088 Santa Fe, New Mexico 87501



Gentlemen:

As set forth in rule 303-C of New Mexico Oil Conservation Division Rules and Regulations, we hereby request administrative approvual for downhole commingling of following Duel completed Mesa Verde - Dakota wells:

Reuter 321-E 934 F/S 1022 F/E Sec. 15 - 26N - 6W Rio Arriba County, N.M.

Breech "B" 220-M 2056 F/N 1197 F/W Sec. 24 - 26N - 7W Rio Arriba County, N.M.

Breech "F" 45-M 990 F/N 990 F/W Sec. 35 - 27N - 6W Rio Arriba County, N.M.

Breech "D" 346-M 1520 F/S 990 F/E Sec. 22 - 26N - 6W Rio Arriba County, N.M.

Breech "D" 140 990 F/N 990 F/E Sec. 11 - 26N - 6W Rio Arriba County, N.M.

Breech "F" 11-M 890 F/S 1120 F/E Sec. 35 - 27N - 6W Rio Arriba County, N.M. Breech 854 980 F/E 1618 F/N Sec. 24 - 26N - 7W Rio Arriba County, N.M.

Breech "A" 132-E 660 F/N 760 F/W Sec. 9 - 26N - 6W Rio Arriba County, N.M.

State "A" 62-M 1040 F/N 1120 F/W Sec. 2 - 26N - 6W Rio Arriba County, N.M.

Breech "D" 140-M 1028 F/W 880 F/N Sec. 11 - 26N - 6W Rio Arriba County, N.M.

> Breech "E" 58-M 1545 F/E 990 F/S Sec. 3 - 26N - 6W Rio Arriba County, N.M.

Breech "F" 4-M 1520 F/S 1070 F/E Sec. 33 - 27N - 6W Rio Arriba County, N.M. Breech "B" 123-E 830 F/N 960 F/W Sec. 7 - 26N - 6W Rio Arriba County, N.M. Breech "D" 240-E 1733 F/N 1795 F/W Sec. 15 - 26N - 6W Rio Arriba County, N.M.

Breech "C" 244-E 1520 F/N 1090 F/W Sec. 14 - 26N - 6W Rio Arriba County, N.M.

REGEIVED

Breech "C" 323-E 1120 F/S 1020 F/E Sec. 14 - 26N - 6W Rio Arriba County, N.M.

JUN - 9 1987

Breech "E" 64-M 1555 F/S 1770 F/E Sec. 1 - 26N - 6W Rio Arriba County, N.M. OIL CON. DIV.

Breech "C" 389-E 864 F/S 1010 F/E Sec. 13 - 26N - 6W Rio Arriba County, N.M.

Commingling of the above wells will result in the production of hydrocarbons that would not otherwise be economical to produce, thereby preventing waste.

In support of commingling we offer the following:

- (1) Commingling of wells as approved on Commission Order No. 7980, Dated July 11, 1985 has resulted in better operation of wells.
- (2) These wells are in same area as wells approved on Order # 7980.
- (3) As shown on attached schematic, Packer will be set between zones with reverse flow check valve installed to prevent higher pressure Dakota Zone below from commingling with Mesa Verde Zone.
- (4) Production will be commingled downhole in production tubing only.
- (5) Fluids from both Zones compatible.
- (6) Ownership Common, including working interests and royalty interests.
- (7) Bottomhole pressures taken on wells in this area have shown Mesa Verde pressure to be 70% of Dakota pressure.
- (8) Nine section plat attached, showing all offset acreage ownership, also shows all wells now commingled in Mesa Verde and Dakota Zones.
- (9) Well to be commingled identified by circle, all other commingled wells by arrow and Division Order Number.
- (10) Caulkins Oil Company will consult with Supervisor of Aztec District Office to determine allocation formula for each of the wells as they are commingled.
- (11) All offset operators have been furnished with Copy of this Application. Reciept for Certified Mail attached.

- (12) Copy of Sundry Notice to BLM on Federal wells attached.
- (13) Copy of Sundry Notice to State of New Mexico on State wells attached.

Yours very truly,

Charles E. Verquer, Supt. Caulkins Oil Company

Copy: Caulkins Oil Company, Denver Colorado

OCD, Aztec, New Mexico

Merridian Oil Inc., Farmington, New Mexico National Co-Op Ref. Assoc., Midland, Texas

Union of Calif., Midland, Texas Depco, Inc., Denver, Colorado Ladd Petro, Denver, Colorado

Columbus Energy Corp., Midland, Texas Curtis J. Little, Farmington, New Mexico

Turner Prod. Co., Dallas, Texas

El Paso Natural Gas Company, Farmington, New Mexico

Mesa Operator Imtd Part., Amarillo, Texas Tenneco Oil Company, Englewood, Colorado

Occidental Petroleum, Inc., Bakersville, Calif.



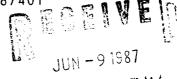
OIL C

Schematic of proposed downhole commingling all Mesa Verde Dakota dual wells OIL CON. DIV. Mesa Verde perforations Reverse flow check valve Baker Model D or R-3 Packer Dakota perforations check valve

CAULKINS OIL COMPANY

P. O. BOX 780 FARMINGTON, NEW MEXICO 87401

Breech "F" 4-M 1520' F/S and 1070' F/E Sec. 33, 27N 6W Rio Arriba County, New Mexico



All aceage not otherwise identified, operated by Cauth Sis Dil Company in Mesa Verde and Dakota Zones

Unocal	Unocal MO-I	1
☆ PM-135A 6594	65:	54 ₩V-99A ★D-165 6513
29	28	27
₩D-129 6689	30 MD-128 6677	MD~126 ☆ 6523
Unocal MD-1 栄 6677	0 \$ 5649 \$ \$ 6686	Merridian #5924 PMD-8 #6604
32 ☆ D-166 6611	33	34 34 34 34 34 6496
D- ★ MD-50E ★ 6572 6549	0 D-68	7 \$\begin{array}{c} \pmo 58 \\ \pmo 5649 \\ \pmo 6553 \\ 65532 \end{array}\$
5 CMD-583M	∰ CMD-68E 6470 MD-	54E 6524 50 50 50 50 50 50 50 50 50 50 50 50 50

Offset operators: Unocal - Sec. 27, 28, 29, 27N, 6W

Merridian - West half Sec. 34, 27N, 6W