BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

CASE NO. 6122 Order No. R-5649

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



ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on January 18, 1978, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this <u>21st</u> day of February, 1978, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, Caulkins Oil Company, is the owner and operator of the Breech E Wells Nos. 64 and 58 located in Unit A of Section 1 and Section 3, respectively, the State A Well No. 62 in Unit A of Section 2, and the Breech D Well No. 341 located in Unit B of Section 21, all in Township 26 North, Range 6 West; and its Breech F Wells Nos. 4 and 45 located in Unit A of Section 33 and Unit M of Section 35, respectively, both in Township 27 North, Range 6 West, Rio Arriba County, New Mexico.
- (3) That the applicant seeks authority to commingle Mesaverde and Dakota production within the wellbores of the above-described wells.
- (4) That from the Mesaverde zone, the subject wells are capable of low rates of production only.
- (5) That from the Dakota zone, the subject wells are capable of low rates of production only.
- (6) That the proposed commingling may result in the recovery of additional hydrocarbons from each of the subject pools, thereby preventing waste, and will not violate correlative rights.

- (7) That 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 wells are not shutin for an extended period.
- (8) That to afford the Commission the opportunity to assess the potential for waste and to expeditiously order appropriate remedial actior, the operator should notify the Aztec district office of the Commission any time any of the subject wells is shut-in for 7 consecutive days.
- (9) That commingled production from each of said wells should be allocated to each of the commingled zones based upon the production history for such well.

IT IS THEREFORE ORDERED:

- (1) That the applicant, Caulkins Oil Company, is hereby authorized to commingle Mesaverde and Dakota production within the wellbore of its Breech E Wells Nos. 64 and 58 located in Unit A of Section 1 and Section 3, respectively, its State A Well No. 62 in Unit A of Section 2, and its Breech D Well No. 341 located in Unit B of Section 21, all in Township 26 North, Range 6 West; and its Breech F Wells Nos. 4 and 45 located in Unit A of Section 33 and Unit M of Section 35, respectively, both in Township 27 North, Range 6 West, Rio Arriba County, New Mexico.
- (2) That the commingled production shall be allocated to each of the zones in said wells as set forth below:

Well	Mesaverde Oil% Gas%	Dakota Oil% Gas%
Breech D No. 341 Breech E No. 58 Breech E No. 64 Breech F No. 4 Breech F No. 45 State A No. 62	22 15 18 37 24 25 7 7 2 34 18 30	78 85 82 63 76 75 93 93 98 66 82 70

- (3) That the operator of the subject wells shall immediately notify the Commission's Aztec district office any time any of the wells has been shut-in for 7 consecutive days and shall concurrently present, to the Commission, a plan for remedial action.
- (4) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

-3-Case No. 6122 Order No. R-5649

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

PHIL R. LUCERO, Chairman

EMERY C. ARNOLD, Member

JOE D. RAMEY, Member & Secretary

SEAL

DEPARTMENT OF THE INTERIOR COMPANDED COMPANDED

approved. t Bureau No. 42 R1424

6. OF INDIAN, ALLOTTER OR TRIVE NAME

GEOLOGICAL SURVEY

VACINIE	NOTICES	AND	REPORTS	ON	WELLS
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(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir Use "APPCICATION FOR PERMIT" for such proposals.) 7. UNIT AGREEMENT NAME WELL WELL OF HER S TARM OR LEASE NAME seech "F" Coulking Wil Company ADDRESS OF OPERATOR F.O. Box 780 Parain ton, Low Lakie.

Recards of weat (Report location clearly and in accordance with any State requirements.)

At surface ு ாஜ்ந்ர**் MACO**ம்பட்**ந்த பெ**ர்மட்டுக் டி k sin Dahota 11. SGC., T., R., M., OR BEK. AND SURVEY OR AREA 990' from the North and 990' from the Mast Jec. 33 14. PERMIT NO. 15. ELEVATIONS (Show whether Dr. RT. GR. etc.) 12 COUNTY OR PARISH 13, STATE -00055 Fig. io irriba |

Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:		SUBSEQUANT REPORT OF:		
TEST WATER SHUT-OFF	PULL OR ALTER CASING	WATER SHUT-OFF	REPAIRING WELL	
FRACTURE TREAT	MULTIPLE COMPLETE	FRACTURE TREATMENT	ALTERING CASING	
SHOOT OR ACIDIZE	ABANDON*	SHOOTING OR ACIDIZING	ABANDONMENT*	
REPAIR WELL	CHANGE PLANS	(Other)		
(Other) commingle i	n wellbore	(Note: Report results of muli Completion or Recompletion Re	iple completion on Well port and Log form.)	

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent de ails, and give pertinent dates including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

It is proposed to pull Mesa Verde 1 1/4" tubing set at 5507. then pull bakota 1 1/4" tubing set in packer at 7500 and salvage same.

1 1/4" EUE 10rd thd tubing will then be run to approx. 7650. for Mesa Verde and Dakota commingled production.

Proposed starting date April 10, 1978.

New Revico Oil Conservation Commission order / 1-5649 approved commingling.

No new surface to be disturbed.

18. I hereby certify that the foregoing is true and correct Sucerintendent TITLE __ (This space for Federal or State office use) APPROVED BY CONDITIONS OF APPROVAL, IF ANY:

*See Instructions on Reverse Side