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. 1563 Order No. R-1308

Entered Secender 19,110 8 A. P.

APPLICATION OF CAULKINS OIL COMPANY FOR AN ORDER AUTHORIZING AN OIL-GAS DUAL COMPLETION IN THE SOUTH BLANCO-TOCITO OIL POOL AND THE SOUTH BLANCO-DAKOTA GAS POOL IN RIO ARRIBA COUNTY, NEW MEXICO.

## ORDER OF THE COMMISSION

## BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on December 10, 1958, at Santa Fe, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this <u>17th</u>. day of December, 1958, the Commission, a quorum being present, having considered the application, the evidence adduced and the recommendations of the Examiner, Daniel S. Nutter, 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 "A" Well No. D-204, located 760 feet from the South line and 660 feet from the East line of Section 9, Township 26 North, Range 6 West, NMPM, Rio Arriba County, New Mexico.

(3) That the applicant proposes to dually complete the said Breech "A" Well No. D-204 in such a manner as to permit the production of oil from the South Blanco-Tocito Oil Pool and the production of gas from the South Blanco-Dakota Gas Pool through parallel strings of  $2\frac{1}{2}$ -inch EUE tubing and  $1\frac{1}{4}$ -inch tubing respectively.

(4) That the mechanics of the proposed dual completion are feasible and in accord with good conservation practices.

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(5) That approval of the subject application will not cause waste nor impair correlative rights.

(6) That the subject application should be approved.

IT IS THEREFORE ORDERED:

That the applicant, Caulkins Oil Company, be and the same is hereby authorized to dually complete its Breech "A" Well No. D-204, located 760 feet from the South line and 660 feet from the East line of Section 9, Township 26 North, Range 6 West, NMPM, Rio Arriba County, New Mexico, in such a manner as to permit the production of oil from the South Blanco-Tocito Oil Pool and the production of gas from the South Blanco-Dakota Gas Pool through parallel strings of  $2\frac{1}{2}$ -inch EUE tubing and  $1\frac{1}{4}$ -inch tubing respectively.

PROVIDED HOWEVER, That applicant shall complete, operate, and produce said well in accordance with the provisions of Section V, Rule 112-A.

PROVIDED FURTHER, That applicant shall take packer-leakage tests upon completion and annually thereafter during the annual deliverability test period for the South Blanco-Dakota Gas Pool.

IT IS FURTHER ORDERED: That jurisdiction of this cause is hereby retained by the Commission for such further order or orders as may seem necessary or convenient for the prevention of waste and/or protection of correlative rights; upon failure of applicant to comply with any requirement of this order, after proper notice and hearing the Commission may terminate the authority hereby granted and require applicant or its successors and assigns to limit its activities to regular single-zone production in the interests of conservation.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION -I hh EDWIN L. MECHEM, Chairman

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E. PORTER, Jr?, Member & Secretary

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