

February 23, 1959

El Paso Natural Gas Company
P. O. Box 1492
El Paso, Texas

Attention: Mr. Ed J. Coel

Re: Caulkins Oil Co. Well T-123

Gentlemen:

Caulkins Oil Company Well T-123 is located 700' from the North Line and 1800' from the East Line, Section 7-26N-6W, Rio Arriba County, New Mexico. This well was drilled to a total depth of 6845' and completed in the Tocito formation December 1, 1953. Seven inch casing was set at 6843' and cemented with 200 sacks of cement.

It is our desire to deepen this well to approximately 7500' and make a completion in the Dakota formation. This would be accomplished by running a 5-1/2" O.D. liner from the bottom of the 7" casing to the new total depth. With the approval of the Conservation Commission, we propose to inject water into the Tocito formation through the casing tubing annulus, and produce the Dakota gas formation through production tubing. We are planning this water injection as a cooperative project with El Paso Natural Gas Products Company, using their Rincon #11 well for water injection.

As you know, the field rules for the Dakota formation require that a well be located at least 750' from the outer boundary lease lines. In order for us to perform this work we are requesting that El Paso Natural Gas Company consent to this proposed location.

We would appreciate receiving a letter from your company stating that you have no objection to our deepening and producing our T-123 well from the Dakota formation.

BEFORE EXAMINER FISCHER
OIL CONSERVATION COMMISSION
Exhibit No. 4
Case No. 1420

Yours very truly,

CAULKINS OIL COMPANY

BY: J. F. Holland

Case 1420
Exhibit #4

AFH:dm

ILLEGIBLE

El Paso Natural Gas Company

El Paso, Texas

February 27, 1959

AIR MAIL

Caulkins Oil Company
720 NW 50th Street
Oklahoma City 18, Oklahoma

Attention: Mr. A. F. Holland

Re: Caulkins Oil Company T-123 Well
Township 26 North, Range 6 West
Section 7: NE/4
Rio Arriba County, New Mexico

Gentlemen:

El Paso Natural Gas Company has no objection to your deepening and producing the cautioned well from the Dakota Formation in accordance with the methods outlined in your letter of February 23, 1959, subject to approval by the New Mexico Oil Conservation Commission.

Very truly yours,

EL PASO NATURAL GAS COMPANY

By

Sam Smith, Manager
Land Department

SS:BKB:pc

cc: Mr. Ed Coel

Case 1420
Exhibit #4