

### STATE OF NEW MEXICO

# ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO B7410 (505) 334-6178

IL CONSERVATION DIVISION OX 2088
ANTA FE, NEW MEXICO 87501
ATE June 10, 1955
E: Proposed MC Proposed DHC  Proposed NSL Proposed SWD Proposed WFX Proposed PMX
entlemen:
have examined the application dated fine
or the Caulhui Oil B. See attacher lik 14-26NG
Operator Lease and Well No. Unit, S-T-R
and my recommendations are as follows:
ours truly,
Zur Q

## 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.

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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.

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

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

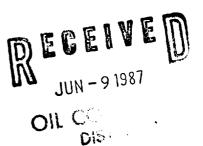
Columbus Energy Corp., Midland, Texas Curtis J. Little, Farmington, New Mexico

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.



Schematic of proposed downhole commingling all Mesa Verde Dakota dual wells DECENVE [

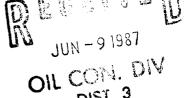
JUN-9 1987

OIL CON. DIV.
DIST. 3 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" 45-M 990' F/N and 990' F/W Sec. 35, 27N, 6W Rio Arriba County, New Mexico



All aceage not otherwise identified, operatered by Caulkins Oil Company in Mesa Verde and Dakota Zones.

Unoca1	Unocal	Unoca1
· \$\pm\$ D-165 6513	÷ 0-182 6655 26	0-157 ☆ 6377 25
MD−126 ☆ 6523:	₩D-125 6620	6556
Merridian	45M # D-11 6577 6590	Unocal - Dakota Merridian - MV 0-13 ☆ 6599
34	35	36
D-2 6496	649 MD-45 6592 6661	共 <sup>D-12</sup> 6734
#5649 MD-58 	#5649 #MD-62M #MD-62 6592 6656	#5649 MD-64  \$\frac{4}{3}\$  #5649 MD-64  \$\frac{4}{3}\$  #5649 MD-64
3	2 #7980 MD-113E 6620 6646	1

Offset operators: Unocal - Sec. 25, 26, 27, and 36, 27N, 6W

Merridian - West 1/2 Sec. 34 and 36, 27N, 6W