

BEFORE THE
OIL CONSERVATION COMMISSION OF
NEW MEXICO

IN THE MATTER OF THE APPLICATION OF
CAULKINS OIL COMPANY AND EL PASO
NATURAL GAS PRODUCTS COMPANY FOR
APPROVAL OF THE CONVERSION OF TWO
WELLS TO WATER INJECTION IN THE
BLANCO-TOCITO OIL POOL, RIO ARRIBA
COUNTY, AND FOR AMENDMENT OF THE
POOL RULES OF THE SOUTH BLANCO-
TOCITO OIL POOL AND AN EXCEPTION TO THE
PROVISIONS OF COMMISSION RULE 502.

No. 1420

APPLICATION

Come now CAULKINS OIL COMPANY and EL PASO NATURAL GAS PRODUCTS COMPANY and apply to the Oil Conservation Commission of New Mexico for an order amending the pool rules of the South Blanco-Tocito Oil Pool, set forth in Order No. R-1191, as follows:

1. Extension of the project area of the South Blanco-Tocito water injection project area to include the following lands:

Township 26 North, Range 6 West, N.M.P.M.

Sec. 8 - $S\frac{1}{2}NE\frac{1}{4}$, $NW\frac{1}{4}$

Sec. 7 - $NE\frac{1}{4}$

Sec. 6 - ~~all~~ *all* *see Exhibit*

2. Approval of conversion of El Paso Natural Gas Products Company's Rincon Unit Well No. 11, located in the Southeast Quarter of the Southwest Quarter ($SE\frac{1}{4}SW\frac{1}{4}$) Section 6, Township 26 North, Range 6 West, and conversion of Caulkins Oil Company's Well No. T-123, located in the Northwest Quarter of the Northeast Quarter ($NW\frac{1}{4}NE\frac{1}{4}$) of Section 7, Township 26 North, Range 6 West, to water injection wells, with the right to transfer allowables to other wells in the project area as provided by Order No. R-1191,

together with credit allowed for water injected against the gas-oil ratio penalties, as provided by said Order No. R-1191.)

3. Establishment of an administrative procedure for extension of the project area, and for the inclusion of new wells in the project area, either as injection wells or as producing wells, with credit for water injection against the gas-oil ratio penalties and procedure for transfer of allowables in accordance with pool rules.

4. An exception to the provisions of Commission Rule No. 502, in so far as said rule affects the daily tolerance of allowable production from wells within the project area.

5. Permission to deepen the Caulkins Oil Company Well No. T-123, located 700 feet from the north line and 1800 feet from the east line of Section 7, Township 26 North, Range 6 West, and complete said well as a dual completion for production from the Dakota formation, and production from or water injection into the Tocito formation, with approval of the location of said well for Dakota production.

In support whereof, applicants would show the Commission that said order will result in more efficient operation of the water injection project in the South Blanco-Tocito Oil Pool, Rio Arriba County, New Mexico, and is in the interest of conservation and the prevention of waste.

WHEREFORE, applicants pray that this application be set for hearing before the Commission's duly appointed examiner, or before the Commission, and that upon hearing the order prayed for be granted by the Commission.

Respectfully submitted,

CAULKINS OIL COMPANY
EL PASO NATURAL GAS PRODUCTS CO.

KELLAHIN and FOX

Attorneys at Law
54½ East San Francisco
P. O. Box 1713
Santa Fe, New Mexico

Attorneys for Applicants

By Jason W. Kellahin
Attorney