

CASE 2248: Application of SIMCLAIR
for an exception to RULE 303 (a).
(A.M. York "B" Lease - Lea County.)

-asa No.

2248

Application, Transcript,
and Exhibits, Etc.

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

May 12, 1961

C
O
P
Y

Sinclair Oil & Gas Company
P. O. Box 1470
Midland, Texas

Attention: Mr. R. M. Anderson

Gentlemen:

Reference is made to Commission Orders R-1945 and R-1946, recently entered by the Commission on behalf of Sinclair Oil & Gas Company, applicant in Cases 2247 and 2248.

Each order permits the commingling of fluids from several pools underlying the same basic lease, with allocation of production to each well on the basis of monthly well tests.

Inasmuch as the production from all wells is low marginal, and it is not expected that there will be any radical deviation on the production decline curve, monthly tests will not be required. Instead, production may be allocated to the wells on the basis of tests taken and filed with the Hobbs office of the Commission every six months.

The provision of the orders that Sinclair must notify the Santa Fe office of the Commission should any well on the subject leases become capable of making top unit allowable, will remain in effect.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

ALP/DSM/lr

cc: Mr. Joe Ramsey
Oil Conservation Commission
Hobbs, New Mexico

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. 2247
Order No. R-1945

APPLICATION OF SINCLAIR OIL & GAS
COMPANY FOR AN EXCEPTION TO RULE
303 (a), LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 19, 1961, at Santa Fe, New Mexico, before A. L. Porter, Jr., 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 28th day of April, 1961, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, A. L. Porter, Jr., 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, Sinclair Oil & Gas Company, is the owner and operator of the S. J. Sarkeys Lease, comprising the SE/4 of Section 23, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

(3) That the applicant seeks permission to commingle, without separate measurement, the distillate production from the Tubbs Gas Pool, the distillate production from the Blinbry Gas Pool, the oil production from the Brinkard Pool and the oil production from the Santa-Abra Pool from all wells presently completed on the above-described S. J. Sarkeys lease.

(4) That the applicant proposes to apportion the total lease production to each well in each subject pool on the basis of monthly well tests.

(5) That inasmuch as all oil wells on the subject lease are low marginal wells in each of the subject pools, and the gas wells make small amounts of distillate, the granting of this application will neither cause waste nor impair correlative rights.

-2-

CASE No. 2247
Order No. R-1945

IT IS THEREFORE ORDERED:

That the applicant, Sinclair Oil & Gas Company, is hereby granted permission to commingle, without separate measurement, the distillate production from the Tubb Gas Pool, the distillate production from the Blinshy Gas Pool, the oil production from the Drinkard Pool and the oil production from the Wanta-Abo Pool from all wells presently completed on the S. J. Sarkey's Lease, comprising the SE/4 of Section 23, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

PROVIDED HOWEVER, That the total lease production shall be apportioned to each well in each subject pool on the basis of monthly well tests.

PROVIDED FURTHER, That in the event any well on the subject lease becomes capable of producing a top oil well allowable of liquid hydrocarbons from any of the subject pools, the applicant shall notify the Santa Fe office of the Commission of such fact.

IT IS FURTHER ORDERED:

That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

EDWIN L. RECHER, Chairman

E. S. WALKER, Member

A. L. PORTER, Jr., Member & Secretary

S E A L

osr/

GOVERNOR
EDWIN L. MECHEM
CHAIRMAN

State of New Mexico
Oil Conservation Commission

LAND COMMISSIONER
E. S. JOHNNY WALKER
MEMBER

STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

P. O. BOX 871
SANTA FE

April 28, 1961

Mr. Charlie White
Gilbert, White & Gilbert
P. O. Box 787
Santa Fe, New Mexico

Re: Case No. 2247, 2248 and 2250
Order No. R-1945, R-1946 & R-1947
Applicant:
Sinclair & Texaco

Dear Sir:

Enclosed herewith are two copies of the above-referenced Commission order recently entered in the subject case.

Very truly yours,

A. L. Porter, Jr.
A. L. PORTER, Jr.
Secretary-Director

ir/

Carbon copy of order also sent to:

Hobbs OCC ☒
Artesia OCC ☒ (R-1947)
Aztec OCC ☐

OTHER _____

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. 2248
Order No. R-1946

APPLICATION OF SINCLAIR OIL & GAS
COMPANY FOR AN EXCEPTION TO RULE
303 (a), LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 19, 1961, at Santa Fe, New Mexico, before A. L. Porter, Jr., 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 28th day of April, 1961, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, A. L. Porter, Jr., 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, Sinclair Oil & Gas Company, is the owner and operator of the A. M. York "B" Lease, comprising the NE/4 NE/4 of Section 20, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

(3) That the applicant seeks permission to commingle, without separate measurement, the oil production from the Drinkard Pool with the oil production from the Tubb Gas Pool from all wells presently completed in the above-described A. M. York "B" Lease.

(4) That the applicant proposes to apportion the total lease production to each well in each subject pool on the basis of monthly well tests.

(5) That inasmuch as all wells on the subject lease are low marginal wells in each of the subject pools, the granting of this application will neither cause waste nor impair correlative rights.

-2-

CASE No. 2248
Order No. R-1946

IT IS THEREFORE ORDERED:

That the applicant, Sinclair Oil & Gas Company, is hereby granted permission to commingle, without separate measurement, the oil production from the Drinkard Pool with the oil production from the Tubb Gas Pool from all wells presently completed on its A. M. York "B" Lease, comprising the NE/4 NE/4 of Section 20, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

PROVIDED HOWEVER, That the total lease production shall be apportioned to each well in each subject pool on the basis of monthly well tests.

PROVIDED FURTHER, That in the event any well on the subject lease becomes capable of producing top allowable from either of the subject pools, the applicant shall notify the Santa Fe office of the Commission of such fact.


IT IS FURTHER ORDERED:

That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

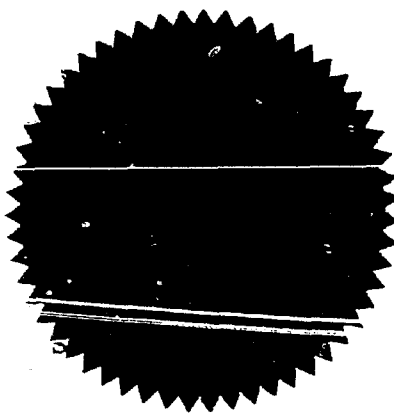
DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


EDWIN L. MECHEM, Chairman


E. S. WALKER, Member

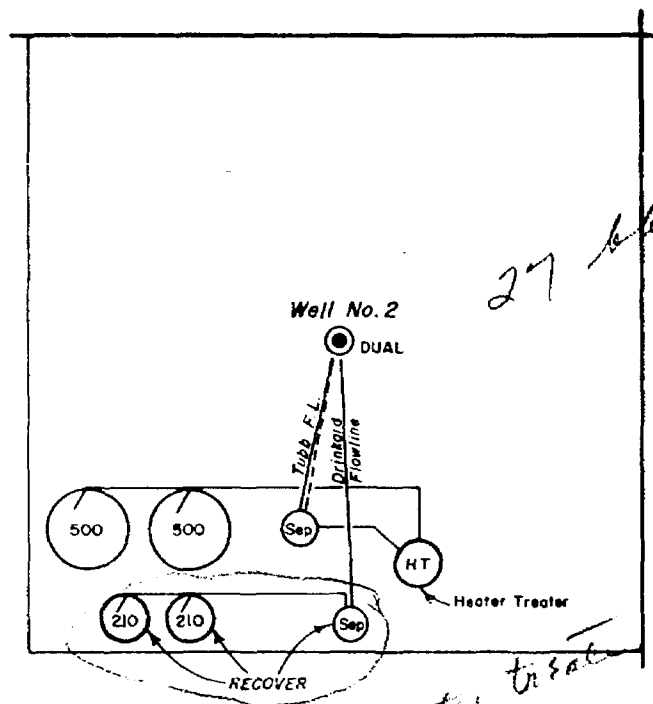

A. L. PORTER, Jr., Member & Secretary



esr/

EX 2
2248

SINCLAIR OIL & GAS COMPANY
A. M. York "B" Lease
PROPOSED TO COMMINGLE
ALL OIL IN A COMMON BATTERY



2248

SINCLAIR OIL & GAS COMPANY
COMMITTING APPLICATIONS
CURRENT PRODUCTION-MARCH 1961

<u>Lease & Well</u>	<u>Pool</u>	<u>Allow.</u>	<u>Oil</u>	<u>Gravity</u>	<u>Water</u>	<u>GCR</u>
J. R. Cone "A" #1	Drinkard	4	2	36°	1	32,000
" " "	Tubb	-	6	53°	0	-
J. R. Cone "A" #2	Drinkard	4	4	36°	0	31,200
" " "	Blinsbry	-	6	67°	0	-
J. R. Cone "B" #1	Drinkard	12	10	36°	1	8,230
J. R. Cone "B" #2	Drinkard	14	<u>13</u>	36°	<u>0</u>	7,940
TOTALS			41		2	

S. J. Sarkeys #1	Blinsbry	-	4	72°	0	-
S. J. Sarkeys #2	Drinkard	11	8	36°	1	1,545
" " "	Tubb	-	3	56°	0	-
S. J. Sarkeys #3	Wantz ABO	5	<u>3</u>	41°	<u>0</u>	13,000
TOTALS			18		1	

A. M. York "B" #2	Drinkard	20	17	36°	1	5,480
" " "	Tubb	14	<u>10</u>	39°	<u>10</u>	5,143
TOTALS			27		11	

DOCKET: EXAMINER HEARING - WEDNESDAY, APRIL 19, 1961

9 A.M. - OIL CONSERVATION COMMISSION CONFERENCE ROOM
STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Elvis A. Utz, Examiner, or A. L. Porter, Secretary-Director, as alternate examiner:

CASE 2246: Application of Sinclair Oil & Gas Company for an exception to Rule 303 (a) and Rule 309 (a). Applicant, in the above-styled cause, seeks permission to commingle, without separate measurement, the oil production from the Tubb Gas Pool, the oil production from the Blinebry Gas Pool and the oil production from the Drinkard Pool from all wells presently completed on its J. R. Cone "A" lease, comprising the W/2 SW/4 of Section 26, Township 21 South, Range 37 East, Lea County, New Mexico, and on its J. R. Cone "B" lease comprising the SE/4 SW/4 and the SW/4 SE/4 of said Section 26.

CASE 2247: Application of Sinclair Oil & Gas Company for an exception to Rule 303 (a). Applicant, in the above-styled cause, seeks permission to commingle, without separate measurement, the distillate production from the Tubb Gas Pool, the distillate production from the Blinebry Gas Pool, the oil production from the Drinkard Pool and the oil production from the Wantz Abo Pool from all wells presently completed on the S. J. Sarkeys lease, comprising the the SE/4 of Section 23, Township 21 South, Range 37 East, Lea County, New Mexico.

CASE 2248: Application of Sinclair Oil & Gas Company for an exception to Rule 303 (a). Applicant, in the above-styled cause, seeks permission to commingle, without separate measurement, the oil production from the Drinkard Pool with the oil production from the Tubb Gas Pool from all wells presently completed on its A. M. York "B" lease, comprising the NE/4 NE/4 of Section 20, Township 21 South, Range 37 East, Lea County, New Mexico.

CASE 2249: Application of Southern Union Production Company for an order force pooling a standard 160-acre proration unit in the Tapacito-Pictured Cliffs Gas Pool. Applicant, in the above-styled cause, seeks an order force pooling all mineral interests in the Tapacito-Pictured Cliffs Gas Pool in the SW/4 of Section 2, Township 25 North, Range 3 West, NMPM, Rio Arriba County, New Mexico to form a standard 160-acre gas proration unit.

BEFORE THE OIL CONSERVATION COMMISSION OF THE
STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF
SINCLAIR OIL & GAS COMPANY FOR APPROVAL
OF THE COMMINGLING INTO COMMON TANKAGE
OF OIL PRODUCED FROM THE DRINKARD AND
TUBB POOLS ON ITS A. M. YORK "B" LEASE
CONSISTING OF THE NE $\frac{1}{4}$ NE $\frac{1}{4}$ SECTION 20,
T-21-S, R-37-E, N.M.P.M., LEA COUNTY,
NEW MEXICO.

CASE NO. 2248

ORDER NO. _____

A P P L I C A T I O N

SINCLAIR OIL & GAS COMPANY, a Maine corporation with
an operating office in Midland, Texas, hereby files its
application herein, in triplicate, and represents:

1.

That applicant is the owner and operator of its A. M.
York "B" lease consisting of the NE $\frac{1}{4}$ NE $\frac{1}{4}$ Section 20, T-21-S,
R-37-E, N. M. P. M., Lea County, New Mexico, which is produc-
tive of oil from the Drinkard Pool and the Tubb Pool. Said
lease consists of patented lands in which both the working
interest and royalty interest is owned in common in all zones.

2.

That applicant proposes to commingle into common tank-
age without measuring either zone the Drinkard and Tubb oil
production, and herein seeks an order approving such comming-
ling as an exception to Rule 303 of the Commission rules. It
is proposed to allocate the production to the different pools
by periodic testing. Both zones are being produced at capa-
city with the Drinkard producing 17 barrels per day and the
Tubb 10 barrels per day, the wells being marginal and it is
expected that they will continue to be marginal.

3.

That the granting of this application is in the inter-
est of prevention of waste and will not impair correlative
rights.

*Accepted
Filed
1-5-61*

WHEREFORE, applicant prays that this application be set for hearing before an Examiner at Santa Fe, New Mexico; that notice be given hereon and that upon such hearing the Commission grant its approval to the commingling of oil produced from the separate pools as hereinabove set forth.

HORACE N. BURTON
P. O. Box 1470
Midland, Texas

GILBERT, WHITE AND GILBERT

By *Lewis*
Bishop Building
Santa Fe, New Mexico

ATTORNEYS FOR APPLICANT
SINCLAIR OIL & GAS COMPANY

DRAFT

RSM/esr
April 20, 1961

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

Jan
4-24-61
IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE No. 2248

Order No. R-1946

APPLICATION OF SINCLAIR OIL & GAS
COMPANY FOR AN EXCEPTION TO RULE
303 (a), LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 19, 1961, at Santa Fe, New Mexico, before A. L. Porter, Jr., 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 _____ day of April, 1961, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, A. L. Porter, Jr., 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, Sinclair Oil & Gas Company, is the owner and operator of the A. M. York "B" Lease, comprising the NE/4 NE/4 of Section 20, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

(3) That the applicant seeks permission to commingle, without separate measurement, the oil production from the Drinkard Pool with the oil production from the Tubb Gas Pool from all wells presently completed in the above-described A. M. York "B" Lease.

(4) That the applicant proposes to apportion the total lease production to each well in each subject pool on the basis of monthly well tests.

(5) That inasmuch as all wells on the subject lease are low marginal wells in each of the subject pools, the granting of this application will neither cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

That the applicant, Sinclair Oil & Gas Company, is hereby granted permission to commingle, without separate measurement, the oil production from the Drinkard Pool with the oil production from the Tubb Gas Pool from all wells presently completed on its A. M. York "B" Lease, comprising the NE/4 NE/4 of Section 20, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

PROVIDED HOWEVER, That the total lease production shall be apportioned to each well in each subject pool on the basis of monthly well tests.

PROVIDED FURTHER, That in the event any well on the subject lease becomes capable of producing top allowable from ^{either} ~~any~~ of the subject pools, the applicant shall notify the Santa Fe office of the Commission of such fact.

IT IS FURTHER ORDERED:

That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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