

*Entered in File
A.L.P.*

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 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 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 distillates, 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 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 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. MECHEM, Chairman



E. S. WALKER, Member



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

S E A L

esr/