



SINCLAIR OIL & GAS COMPANY

P. O. Box 1920
Hobbs, New Mexico

SEP 29 PM 1 20
September 27, 1966

New Mexico Oil Conservation Commission
Box 2088
Santa Fe, New Mexico

Attn: Mr. A. L. Porter Jr.

Dear Sir:

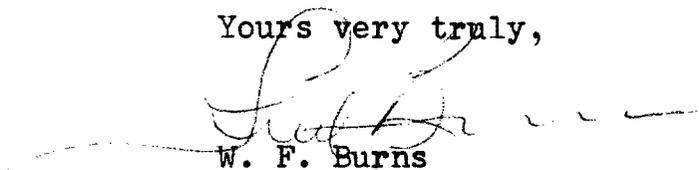
Sinclair Oil and Gas Company requests exception to state wide rule # 303 and administrative approval to permit commingling of oil produced from the Drinkard Pool and the Paddock Pool on the Ollie Boyd lease in the NW⁴, Section 23, T22S, R37E, Lea County, New Mexico.

The production from the Drinkard wells averages 5.7 BOPD, and 7.6 BOPD from the Paddock well. The gravity of each oil is 38° API, therefore, the commercial value of the commingled string remains the same.

Since the wells are marginal capacity, production will be allocated by periodic well tests as required by the Commission. Well tests are to be accomplished by shutting-in one well while testing another.

Attached is a schematic diagram of the commingling installation showing the leases and all of the producing wells thereon. If additional information is required, please advise.

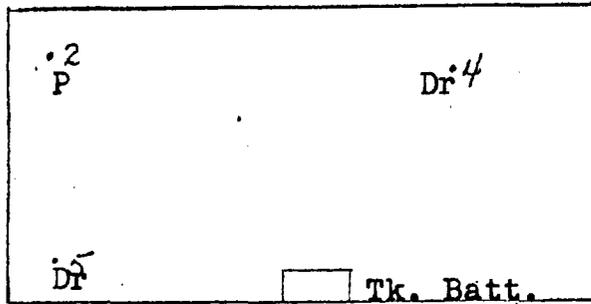
Yours very truly,



W. F. Burns
Superintendent

WFB/FS/peh
Attachment

Ollie Boyd Lease
Lea County, New Mexico



NW/4 of
Section 23, T22S, R37E

