



SINCLAIR OIL & GAS COMPANY

P. O. Box 1920
Hobbs, New Mexico
November 25, 1966

PC-314

NOV 29 1966

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

Attention: Mr. A. L. Porter Jr.

Dear Sir:

Sinclair Oil and Gas Company requests an exception to state wide rule # 303 and administrative approval to permit commingling of oil produced from the Blinebry Pool and the Wantz Abo Pool on the Elmer C. Hill lease located in the SE/4 of SE/4, Section 26, T21S, R37E, Lea County, New Mexico.

The production is marginal and averages 7.5 BOPD from the Blinebry Pool and 60 BOPD from the Wantz Abo Pool. The gravity of the Blinebry oil is 37° API and is valued at \$2.95 per barrel. The gravity of the Wantz Abo production is 40.6° API and is valued at \$3.01 per barrel. The average gravity of the crude oil mixture would be 40.2° API with an average price of \$3.01 per barrel.

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.

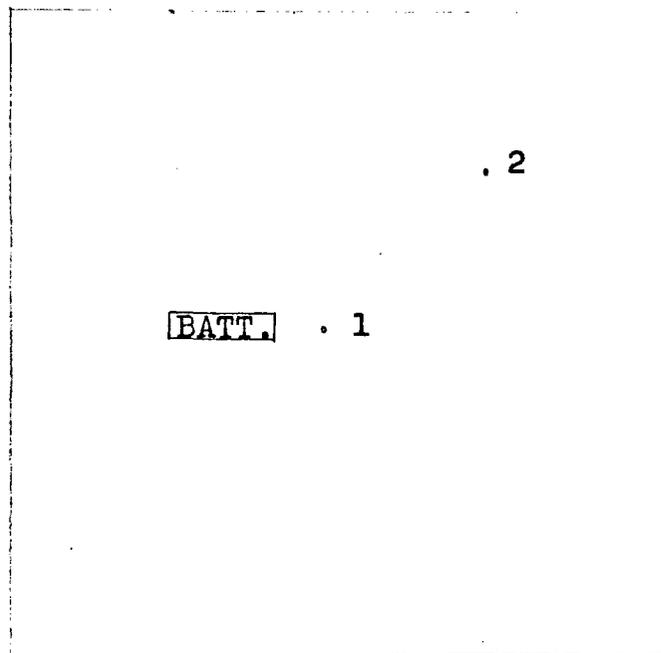
Attached is a schematic diagram of the commingling installation showing the lease and all of the producing wells thereon. If additional information is required, please advise.

Yours very truly,

W. F. Burns
Superintendent

WFB/FS/pen
Attachment

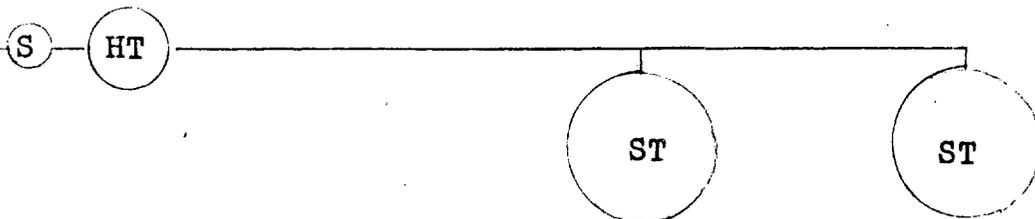
ELMER C. HILL LEASE
LEA COUNTY, NEW MEXICO



SE/4 of SE/4
Section 26-T21S-R37E

Blinebry # 1

Wantz Abo # 2



2-500 bbls.