



SINCLAIR OIL & GAS COMPANY

Hobbs, New Mexico
P. O. Box 1920
May 19, 1965

New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico

ATTENTION: Mr. A. L. Porter, Jr.

Dear Sir:

In reference to Mr. Fred Burns' letter of May 12, 1965, regarding exception to Statewide Rule 303 and administrative approval to commingling of oil produced from the Vacuum Glorieta Pool and Vacuum Wolfcamp Pool on the State "B" 1578 ARC Lease.

Enclosed you will find a copy of the Commissioner of Public Lands letter dated May 13, 1965, granting their permission for this commingling.

This should complete your files on the subject request. If additional information is required please advise.

Yours very truly,

F. M. Singleton
Senior Engineer

FS/DD/jh

Enclosure

State of New Mexico



Commissioner of Public Lands



GUYTON B. HAYS
COMMISSIONER

P. O. BOX 1148
SANTA FE, NEW MEXICO

May 13, 1965

Sinclair Oil & Gas Company
Post Office Box 1920
Hobbs, New Mexico

Att: W. F. Burns

In RE: Request to Commingle
production from Vacuum
Glorietta Pool and Vac-
uum Wolfcamp Pool on
State B-1578 ARC lease
E $\frac{1}{2}$ NW $\frac{1}{4}$ Sec. 30-T17S-R35E,
Lea County, New Mexico.

Gentlemen:

The above captioned request is hereby granted by us since owner-
ship is common throughout, and since you state that there will be
no loss of revenue through this installation.

Should a loss of revenue occur at any time, The Commissioner of
Public Lands reserves the right to amend or withdraw his approval.

Very truly yours,

GUYTON B. HAYS,
Commissioner of Public Lands

By

A handwritten signature in cursive script, reading "Ted Bilberry".

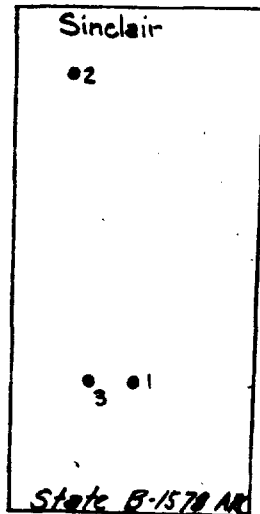
TED BILBERRY, Director,
Oil and Gas Department

GBH/RGM/TB/kcl

w/cc to: Oil Conservation Commission
Oil and Gas Accounting Commission

SINCLAIR OIL & GAS COMPANY
 STATE B-1578 ARC LEASE
 LEA COUNTY, NEW MEXICO
 PROPOSED COMINGLING INSTALLATION

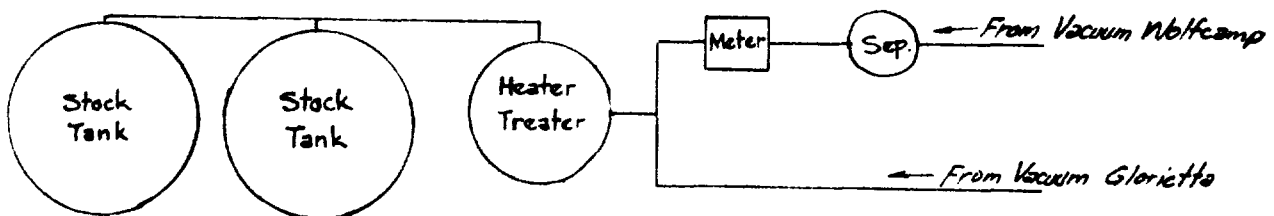
MAY 13 1965



East one-half of Northwest Quarter of
 Section 30, T-17-S, R-35-E, Lea County

Wells No. 1 & 2 are Vacuum Grayburg Wells.
 (Production from this Pool is to remain
 as is). Well No. 3 is to be dual
 Glorietta-Wolfcamp (and it is proposed to
 combine this production).

DETAIL OF COMINGLED BATTERY





SINCLAIR OIL & GAS COMPANY

Hobbs, New Mexico
P. O. Box 1920
May 12, 1965

Mr. E. S. Johnny Walker
Commissioner of Public Lands
P. O. Box 1142
Santa Fe, New Mexico

Dear Sir:

Sinclair Oil & Gas Company requests your consent to the comingling of oil produced from the Vacuum Glorietta Pool and Vacuum Wolfcamp Pool on the State B-1578 ARC lease located in the E/2 of NW/4 of Section 30, T-17-S, R-35-E, Lea County, New Mexico. Your attention is called to the enclosed plat for details of the lease as well as to the method proposed for comingling.

If further information is necessary for your consideration of this request, please advise.

Yours very truly,

W. F. Burns
Superintendent

WFB/jh

Enc: Plat

cc: OCC



SINCLAIR OIL & GAS COMPANY

Hobbs, New Mexico
P. O. Box 1920
May 12, 1965

New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico

ATTENTION: Mr. A. L. Porter, Jr.

Dear Sir:

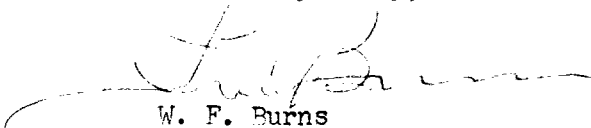
Sinclair Oil & Gas Company requests an exception to Statewide Rule 303 and administrative approval to comingling of oil produced for the Vacuum Glorietta Pool and Vacuum Wolfcamp Pool on the State B-1578 ARC Lease located in the E/2 of NW/4 of Section 30, T-17-S, R-35-E, Lea County, New Mexico.

It is expected that both zones will be too allowable. It is proposed to meter the production from the Vacuum Wolfcamp and use the subtraction method to determine the Vacuum Glorietta production.

The gravity of the Glorietta Oil is 38° API and is valued at \$2.97 per barrel. The Wolfcamp Oil is 40° API and is valued at \$3.01 per barrel. The commercial value of the comingled production is calculated to be not less than the sum of the values of each source.

An early approval of this application will be appreciated.

Yours very truly,


W. F. Burns
Superintendent

WFB/DP/jh

cc: Commissioner of Public Lands