



MAIN OFFICE 000
SINCLAIR OIL & GAS COMPANY
P.O. BOX 879 MIDLAND, TEXAS
MUTUAL 3-2761

R. L. ELSTON
VICE PRES. & DIVISION MANAGER
O. G. SIMPSON
ASSISTANT DIVISION MANAGER

July 12, 1960

C. S. TINKLER
DIVISION EXPLORATION SUPT.
J. MEFFORD
DIVISION PRODUCTION SUPT.
F. C. ROGERS
DIVISION GAS & GAS PRODUCTS SUPT.

New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Attention: Mr. Elvis A. Utz, Examiner

Gentlemen:

With reference to the hearing of Case 2010 on July 6, 1960, concerning Sinclair Oil & Gas Company's application for permission to commingle production from their M. Yates "B" and State Eddy 32 Leases, Eddy County, New Mexico. At this hearing the undersigned testified that the working interests were not common under the separate leases in that there was a 50 per cent production payment under the M. Yates "B" Lease reserved to Alban Corporation in connection with Sinclair's acquisition of the properties of American Republics Corporation.

Subsequent to this hearing this office has received notification that Sinclair Oil & Gas Company has purchased said production payment effective June 1, 1960. As a result of this purchase the ownership under the two leases that are the subject of this application is now common.

I certify that the information contained in this letter is true and correct to the best of my knowledge and belief.

Yours very truly,

R. R. Marmor
Assistant Division Engineer

RFM:RMA:mk

Subscribed and sworn to before me this 12th day of July,
1960.

Notary Public in and for
Midland County, Texas

cc: Mr. L. C. White