

CC - OCC - *Hobbs*
1956 JUN 25 AM 8:20
OCC

SINCLAIR OIL & GAS COMPANY
P. O. Box 1470
MIDLAND, TEXAS

NSP-297
Due 7/24/56

June 21, 1956

New Mexico Oil Conservation Commission (3) ✓
P. O. Box 871
Santa Fe, New Mexico

Re: Application for Nonstandard Gas
Proration Unit in the Jalmat Gas
Pool to be assigned to Sinclair's
State 157 "C" Well No. 1.

Gentlemen:

Sinclair Oil & Gas Company makes this application for an Administrative Order under Order R-520 which will establish an 80 acre Nonstandard Gas Proration Unit in the Jalmat Gas Pool to be assigned to Sinclair's State 157 "C" Well No. 1.

In this connection Sinclair wishes to state:

1. Sinclair is the operator of the State 157 "C" Well No. 1 which is located in the SW SE of Section 32-24S-37E, Lea County, New Mexico. This well was originally completed January 12, 1939, as an oil well in the Mattix Oil Pool and was plugged back and re-completed in the Jalmat Gas Pool on August 18, 1949, with an open flow potential of 13,500 MCF per day.
2. The proposed 80 acre nonstandard unit consists of that part of Sinclair's State 157 "C" lease that occupies the SW SE of said Section 32 and J. M. Kelly's State "B"-32 lease that occupies the NW SE of this same Section 32. Sinclair's State 157 "C" Well No. 1 is located 330 feet from the South and West lines of the proposed unit thus qualifying for an 80 acre administrative assignment.
3. The length or width of the proposed unit does not exceed 5280 feet.
4. The proposed unit consists of quarter-quarter sections and lies wholly within a single governmental section.
5. The entire proposed unit may reasonably be presumed to be productive of gas.

330' FSL
2310' FEL

SW 1/4 SE 1/4

*Receives
State*

Comm

*Com
John*

Kelly &

Sinclair

6. The leasehold interests under the proposed unit are currently being pooled and communitized.
7. The royalty under the entire proposed unit is owned by the State of New Mexico and application to pool and communitize the individual leases is being made to the Commissioner of Public Lands.
8. All offset operators as defined in Order R-520 have been notified of this application by copy thereof via registered mail. Said operators are listed below.

Sinclair believes that the granting of this application is in the interest of conservation and the protection of correlative rights. Sinclair, therefore, requests that an Administrative Order be issued for the purpose of granting this application.

I hereby certify that the information contained in this application is true and complete to the best of my knowledge and belief.

SINCLAIR OIL & GAS COMPANY

By *H. F. Defenbaugh*
H. F. Defenbaugh
Division Production Superintendent

HFD:RMA:mk

Subscribed and sworn to before me this 21st day of June, 1956.

Geneva L. Turner
Geneva L. Turner
Notary Public in and for Midland
County, Texas.

Att: Ownership Map
Gas Well Plat

cc: Via Registered Mail

Anderson Pritchard Oil Corp.
P. O. Box 2197
Hobbs, New Mexico

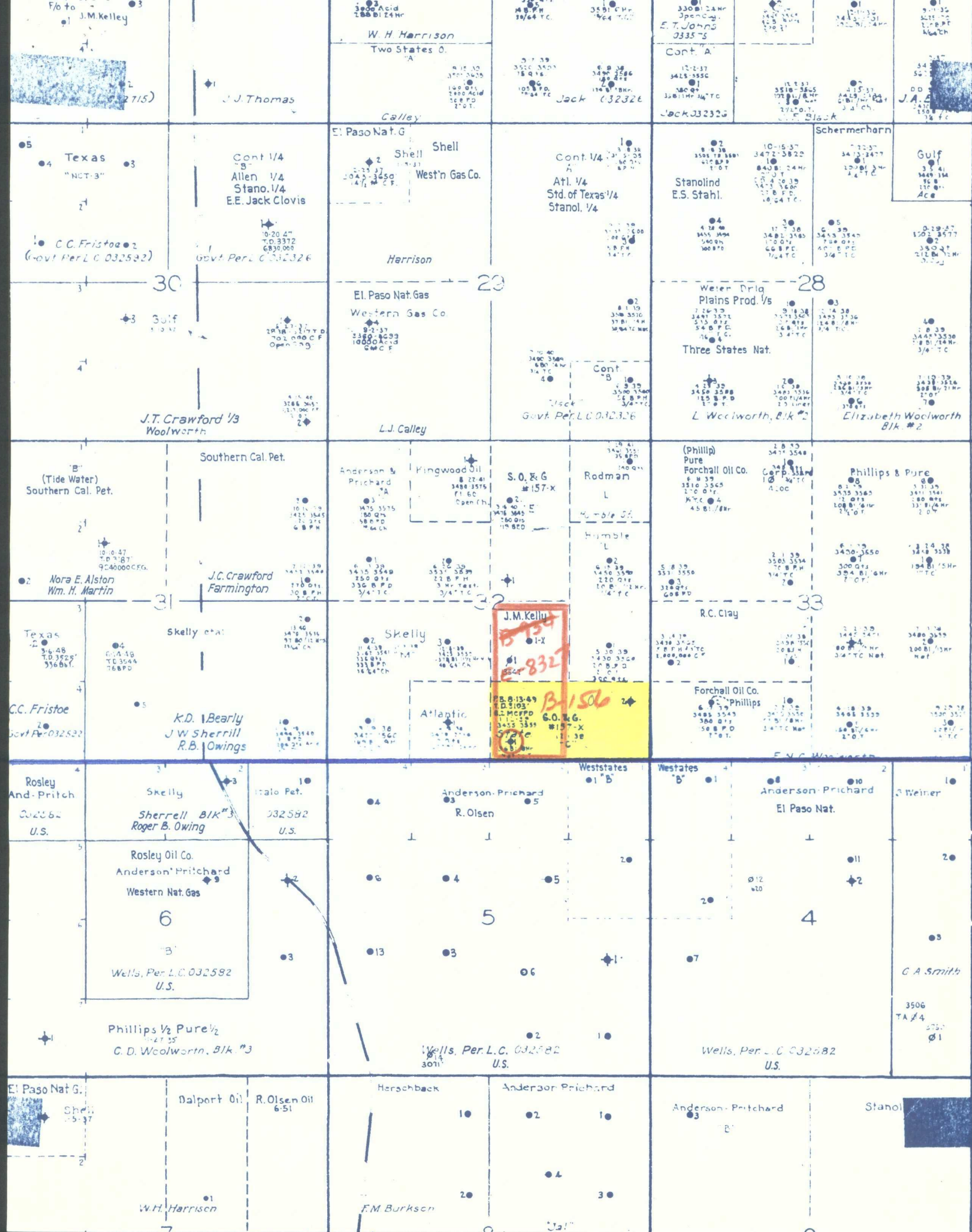
J. M. Kelly
P. O. Box 5671
Roswell, New Mexico

Atlantic Refining Company
P. O. Box 871
Midland, Texas

Skelly Oil Company
P. O. Box 38
Hobbs, New Mexico

Humble Oil & Refining Co.
P. O. Box 1600
Midland, Texas

Westates Petroleum Corporation
P. O. Box 1381
Jal, New Mexico



NEW MEXICO
OIL CONSERVATION COMMISSION

Gas Well Plat

Date June 21, 1956

Sinclair Oil & Gas Company
Operator

State 157 "C"
Lease

1
Well No.

Name of Producing Formation Yates Pool Jalnet Gas

No. Acres Dedicated to the Well 80

SECTION 32 TOWNSHIP 25S RANGE 37E

		<div data-bbox="809 1186 1082 1732"><p>J.M. KELLY</p><p>660'</p><p>● 1-X 660'</p><p>330' 330'</p><p>STATE B-32</p><p>SINCLAIR O.&G.</p><p>330' ●</p><p>STATE 157 "C"</p></div>	

I hereby certify that the information given above is true and complete to the best of my knowledge.

1. Is this gas well a dual completion?

Yes _____ No X

Name S. M. Anderson
Position Petroleum Engineer
Representing Sinclair Oil & Gas Co.
Address Midland, Texas

(over)

August 14, 1956

In reply refer to:
Unit Division

Sinclair Oil and Gas Co.
Box 1470
Midland, Texas

Re: Oil Conservation Commission
Administrative Order NSP-297,
W/2 SE/4, Section 32-24S-37E

Attention: Mr. H. F. Defenbaugh
Division Production Superintendent

Gentlemen:

We wish to call your immediate attention to the above numbered administrative order, which was issued by the New Mexico Oil Conservation Commission on July 24, 1956. Order NSP-297 states: " . . . based upon the Unit size of 80 acres after furnishing our Hobbs office with an affidavit of Communitization."

We have a copy of such an affidavit, which was filed in the Oil Conservation office at Hobbs on July 30, and signed under oath by your Mr. W. J. Rogers, also your letter of July 27, 1956, in which you submitted said affidavit, asking that the acreage assignment in the Jalmat Gas Pool for this well be increased from 40 to 80 acres.

Evidently you are not aware that to communitize two state leases you must have the approval of the State Land Commissioner, which is what the Oil Conservation Commission order means in reference to a Communitization.

We would suggest that you immediately submit to this office a Communitization Agreement, or continue operating this well on your 40-acre allowable.

Very truly yours,

E. S. WALKER
Commissioner of Public Lands

MMR/m
cc: OCC-Santa Fe

August 29, 1956

In reply refer to:
Unit Division

Sinclair Oil and Gas Co.
Petroleum Life Building
Midland, Texas

Re: Communitization Agreement -
Sinclair Oil and Gas Co. and
John M. Kelly State 157C Well No. 1
W/2 SE/4 of Section 32-24S-37E

Attention: Mr. Layton A. Webb

Gentlemen:

We are enclosing one copy of the above designated
Communitization, which was approved by the Commissioner
of Public Lands August 29, 1956.

We are inserting a proviso in our certificate, as
in various places in your Communitization you use the
term gas wells. We are approving this as set forth by
the New Mexico Oil Conservation Commission Order NSP-297,
and specifically stating dedication to your State 157-C
Well No. 1 as set forth also in your Communitization.

This Communitization is effective as of the date you
produced this well on 80-acre allowable.

We are also enclosing Official Receipt in the amount
of \$5.00 covering the filing fee.

Very truly yours,

E. S. WALKER
Commissioner of Public Lands

MMR/m
enc: 2

cc: OCC-Santa Fe