



0712-78

SINCLAIR OIL & GAS COMPANY

P. O. BOX 1470

MIDLAND, TEXAS

November 14, 1962

MIDLAND DIVISION

New Mexico Oil Conservation Commission
Post Office Box 871
Santa Fe, New Mexico

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

Gentlemen:

Sinclair Oil & Gas Company respectfully requests an exception to Statewide Rule 309-A to permit commingling of production from Sinclair's State Lea 405 and State Lea 403 leases in the South Vacuum (Bone Springs) Pool, Lea County, New Mexico, into the Bone Springs tank battery on our State Lea 403 lease.

In accordance with Article III 1., page 8, of the "Manual for the Installation and Operation of Commingling Facilities", dated September 13, 1961, Sinclair proposes to accomplish commingling without separately measuring the production from each lease, since adequate facilities will be installed to permit determining the producing capacity of each well on each lease at least once each month. Further, these leases have common ownership. The working interest is owned by Sinclair and the royalty interest, by the State of New Mexico.

The attached plat shows the location of the portions of each lease covered by this application, the wells thereon and their zones of completion, and a schematic diagram of the proposed commingling facility.

We are this date sending by registered mail a copy of this letter to the Commissioner of Public Lands for the State of New Mexico and to the purchaser of the commingled production, Texas-New Mexico Pipe Line Company.

The State Lea 405 Well No. 1 is currently shut in. However, if this application is granted, we intend to put this well back on production as a salvage operation by changing the Kobe pump to a conventional Rod pump. We believe the well will then produce a marginal amount of oil of about 15 barrels per day. The State Lea 403 Well No. 1 currently produces 15 barrels of oil per day.

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If any additional information regarding this matter is desired, please advise.

Yours very truly,



Joe Mefford
Division Production Supt.

JM:DWC:lw

Attachment

cc: Commissioner of Public Lands
for the State of New Mexico
P. O. Box 791
Santa Fe, New Mexico

Texas-New Mexico Pipe Line Company
P. O. Box 1510
Midland, Texas

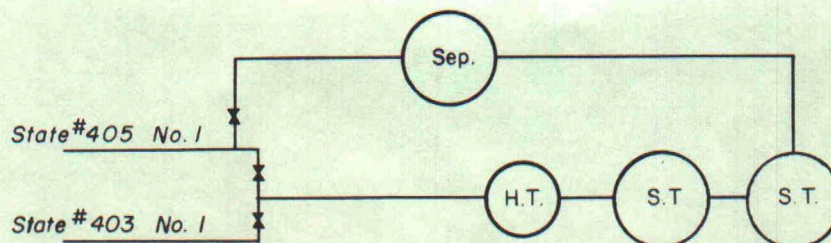
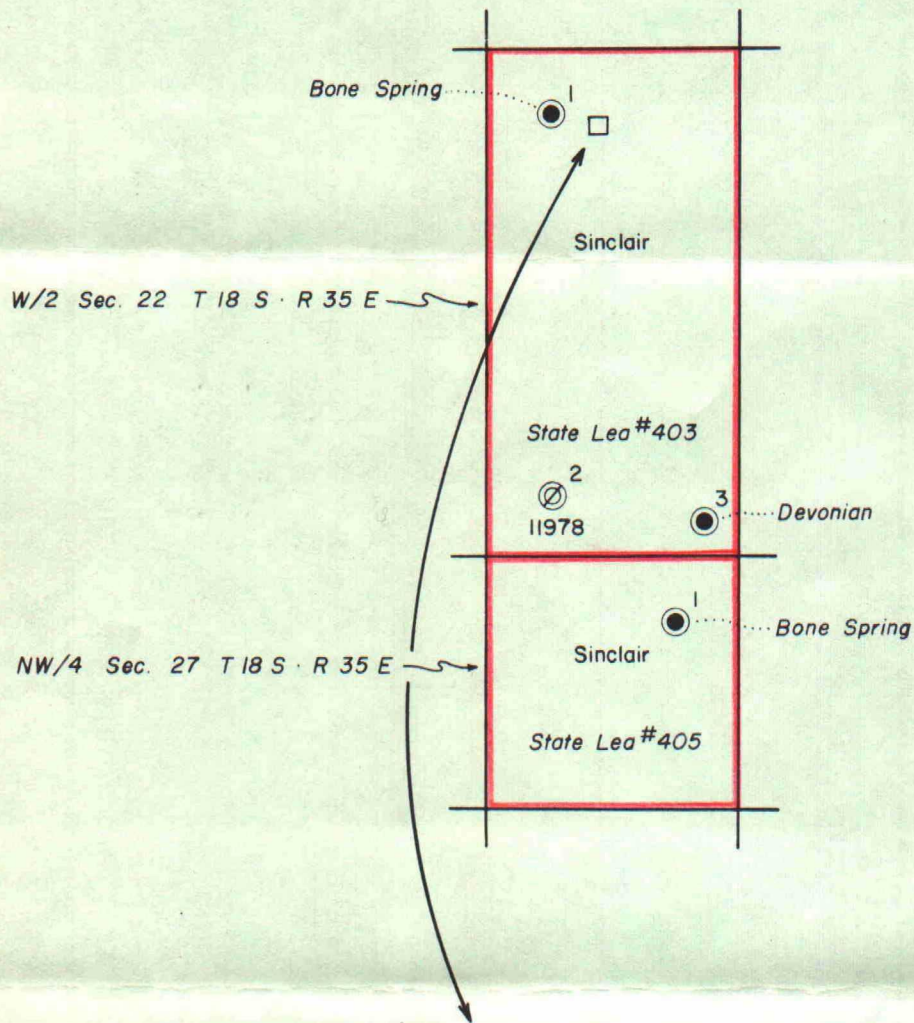
SINCLAIR OIL & GAS COMPANY
PROPOSED TANK BATTERY INSTALLATION

State Lea #403 & #405 Leases

SOUTH VACUUM (BONE SPRING) POOL

LEA COUNTY, NEW MEXICO

SCALE 1"=2000'





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MIDLAND DIVISION

Commissioner of Public Lands
for the State of New Mexico
P. O. Box 791
Santa Fe, New Mexico

Dear Sir:

Attached is a copy of an application Sinclair Oil & Gas Company has made to the New Mexico Oil Conservation Commission concerning our State Lea 403 lease (E-1582) and our State Lea 405 lease (E-1635).

We would like to point out that the State Lea 405 lease is held by 45 barrels per day of Devonian production from the South Vacuum Devonian Unit Well No. 1, located in Unit I of Section 27, T-18-S, R-38-E, which is operated by the Pure Oil Company, in addition to production from the State Lea 405 Well No. 1 completed in the Bone Springs and located in Unit C, Section 27, T-18-S, R-38-E, operated by Sinclair. Also, the 403 lease is held by 234 barrels per day of top allowable Devonian production from our No. 3 well in addition to the Bone Springs production.

We would appreciate your notifying the Oil Conservation Commission, sending us a copy of your letter, if you have no objection to this application.

Yours very truly,

Joe Mefford
Division Production Supt.

JM:DC:lw

Attachment

all done. Asy

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