



33591

SINCLAIR OIL & GAS COMPANY

OFFICE COO
P.O. BOX 1470

MIDLAND, TEXAS

MU 1441 3-2761

R. L. ELSTON
VICE PRES & DIVISION MANAGER

O. G. SIMPSON
ASSISTANT DIVISION MANAGER

July 20, 1960

Rec Aug 11 - 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 (3)
P. O. Box 871
Santa Fe, New Mexico

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

Gentlemen:

Sinclair Oil & Gas Company requests an Administrative exception to Statewide Rule 303 (a) to permit the commingling, after measurement, into common storage Elinebry Gas Pool distillate to be produced from our dually completed R. L. Brunson Well No. 7 with Drinkard, Hare and Tubb crudes presently commingled under Oil Conservation Commission Order R-1147. This well is located in Unit O, Section 4, T22S-R37E, Lea County, New Mexico.

PC
waiting period

In this regard we wish to submit the following information as required by Statewide Rule 303 (b).

(1) It is proposed to daily commingle approximately 3 barrels of 70° API gravity Elinebry distillate to be produced from our R. L. Brunson No. 7 well with 58 barrels of 36° gravity Drinkard crude, 70 barrels of 36° gravity Hare crude, and 7 barrels of 52° gravity Tubb crude per day which will result in 138 barrels of 37.2° gravity crude. The 37.2° gravity crude mixture sells for \$2.95 per barrel while the 70° gravity Elinebry distillate sells for \$3.01 minus \$0.22 high gravity penalty or \$2.79 per barrel.. Thus the total commercial value of the crudes involved will be increased by \$0.48 per day as a result of the granting of this application.

(2) The attached consolidated battery plat reflects the tank battery installation, location of each well and the pool that each well is producing from.

(3) All persons owning an interest of record in this lease are listed below and have been furnished a copy of this application this date by registered mail.

Marguerite Brunson, Administratrix
of the Estate of Rollon L. Bruhson
P. O. Box 956
Eunice, New Mexico

Argo Royalty Corporation
1st National Bank Bldg.
Denver, Colorado

Peerless Oil and Gas Company
Box 697
Indiana, Pennsylvania

Please advise if we can furnish any additional information concerning this application.

Yours very truly,



N. F. Gullledge
Assistant Division
Production Superintendent

NFG:RMA:lw

cc: Mineral Interest Owners listed in Item 4 above

LARGE FORMAT
EXHIBIT HAS
BEEN REMOVED
AND IS LOCATED
IN THE NEXT FILE