

Case # 1062 File
Wmns 1073/18
16/1074

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

October 3, 1956

C
Sinclair Oil & Gas Company
P. O. Box 1470
Midland, Texas

O
Attention: Mr. H. F. Diefenbach

Re: Order R-826
Sinclair's Ida White No. 2

Gentlemen:

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Reference is made to your request dated August 22, 1956 to
amended Commission Order R-826 dated June 18, 1956.

Your request was to amend Order R-826 to allow gas perforations
in the Eusont Gas Pool only 48 feet above the oil perforations in the Eusont
Gas Pool. The order now specifies that the gas pay and oil pay must be at
least 100 feet apart.

Y
It is our feeling that you should not get closer than 100 feet
between oil and gas perforations in order to insure there is no communication
between the two zones. We also feel that you can complete a commercial
gas well and still comply with Order R-826 requiring 100 feet separation
between the oil and gas zones.

Your request for amendment of Order R-826 is hereby denied.

Yours very truly,

A. L. PORTER, JR. *S/ Wmns*
SECRETARY-DIRECTOR

ALP/dea

cc: Oil Conservation Commission, Hobbs, New Mexico
Amarada Petroleum Corporation, P. O. Box 2040, Tulsa, Okla.
Tennessee Gas Transmission Company, Midland, Texas
Humble O & R Company, Midland, Texas

Buff Oil Corp, P.O. Box 2167, Hobbs, N.M.

CLASS OF SERVICE

This is a fast message unless its deferred character is indicated by the proper symbol.

WESTERN UNION

TELEGRAM

W. P. MARSHALL, PRESIDENT

(10)

1220
(R II-54)

SYMBOLS

DL = Day Letter

NL = Night Letter

LT = International Letter Telegram

The filing time shown in the date line on domestic telegrams is STANDARD TIME at point of origin. Time of receipt is STANDARD TIME at point of destination

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NEW MEXICO OIL CONSERVATION COMMISSION ATTN A L PORTER

PO BOX 871 SANTA FE NMEX

STANOLIND OIL AND GAS CO RESPECTFULLY REQUESTS THAT SINCLAIR OIL AND GAS COMPANYS APPLICATION IN CASE 1062 BE DENTED. ALTHOUGH STANOLIND IS NOT AN OFFSET OPERATOR. WE ARE OPERATORS IN OTHER AREAS OF THE EUMONT POOL AND HAVE CONSISTENTLY OPPOSED DUAL COMPLETIONS WITHIN THE VERTICAL LIMITS OF THE EUMONT POOL. IT IS OUR POSITION THAT SIMULTANEOUS DEDICATION OF ACREAGE FOR THE PRODUCTION OF OIL AND GAS FROM THE EUMONT PAY DOES NOT RESULT IN EQUITABLE WITHDRAWALS FROM THE POOL. FURTHERMORE, THE GRANTING OF SUCH DUAL COMPLETIONS RESULTS IN A VIOLATION OF CORRELATIVE RIGHTS OF THOSE OPERATORS WHO DO NOT HAVE SUCH COMPLETIONS. IT IS FURTHER REQUESTED THAT THIS TELEGRAM BE READ INTO THE RECORD AT THE HEARING ON CASE 1062.

STANOLIND OIL AND GAS CO C L KELLEY

ROSWELL NEW MEXICO

New Mexico
OIL CONSERVATION COMMISSION
MAIN OFFICE 059

GOVERNOR JOHN F. SIMMS
CHAIRMAN
LAND COMMISSIONER E. S. WALKER
MEMBER
STATE GEOLOGIST W. B. MACEY
SECRETARY & DIRECTOR



Box 2045
HOBBS, NEW MEXICO

August 29, 1956

Mr. A. L. Porter, Jr.
Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Dear Mr. Porter:

The recent application by Sinclair Oil & Gas Company to modify Order No. R-826 to perforate lower than the order specifies presents certain problems which offset operators are examining.

The enclosed plat shows the ownership and the diagrammatic sketch the interval of completion.

Upon examination of the cross-section one can see that if the proposed perforations in the Sinclair White #2-J Sec. 35-20-36, are completed, that Amerada, Tennessee Gas Transmission Company and Gulf can be affected. This is the same situation we encounter again and again, that down structure these porous intervals become productive of oil.

Yours very truly,

OIL CONSERVATION COMMISSION

Randall

R. F. Montgomery
Proration Manager

RFM/hs
encl.

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

June 25, 1956

Mr. Layton Webb
Sinclair Oil Company
Petroleum Life Building
Midland, Texas

Dear Sir:

We enclose a copy of Order R-826 issued June 18, 1956, by the Oil Conservation Commission in Case 1062, which was heard on April 25th at Hobbs, New Mexico.

Very truly yours,

A. L. PORTER, Jr.
Secretary - Director

ga
Encl.

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