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SINGHAUR ONL & GAS GOMPANY

PETROLEUM LIFE BUILDING

MIDDLAND, TEXAS

LEGAL DEPARTMENT

February 7, 1958

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

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

Gentlemen:

Enclosed in triplicate are applications of Sinclair Oil & Gas Company for approval of non-standard proration units in the Tubb and Blinebry Gas Pools, Lea County, New Mexico.

Yours very truly,

LAW/id Encls.

Layton A. Webb Division Attorney

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF SINCLAIR OIL & GAS COMPANY FOR AN EXCEPTION TO ORDER NO. R-586 AND APPROVAL OF A 160-ACRE NON-STANDARD PRORATION UNIT IN THE TUBB GAS POOL COMPRISED OF THE W2SW4, SE4SW4 AND SW4SE4 OF SECTION 26, T-21-S, R-37-E, N.M.P.M., LEA COUNTY, NEW MEXICO.

case no. <u>1398</u>
order no.

APPLICATION

SINCLAIR OIL & GAS COMPANY, a Maine corporation with offices at Midland, Texas, hereby files application for an exception to Order No. R-586 and approval of a 160-acre non-standard proration unit in the Tubb Gas Pool comprised of the $W_2^1SW_4^1$, $SE_4^1SW_4^1$ and $SW_4^1SE_4^1$ of Section 26, T-21-S, R-37-E, N. M. P. M., Lea County, New Mexico, and in support thereof shows:

l.

That Sinclair Oil & Gas Company is the co-owner and operator under operating agreement with J. R. Cone, of the entire leasehold interest under the aforementioned tracts, the $W_2^1SW_4^1$ of said Section 26 being covered by Sinclair's J. R. Cone "A" lease and the $SE_4^1SW_4^1$ and $SW_4^1SE_4^1$ of said Section 26 being covered by Sinclair's J. R. Cone "B" lease.

2.

That Sinclair Oil & Gas Company is the operator of its J. R. Cone "A" Well No. 1, located 660 feet from the south and west lines of said Section 26, which is now completed and producing from within the vertical limits of the Tubb Gas Pool.

3.

That there is now assigned to said J. R. Cone "A" Well No. 1 a non-standard 80 acre proration unit for the Tubb Gas Pool, comprised of the $W_{2}^{1}SW_{u}^{1}$ of said Section 26.

4,

That all interests, including the royalty interests, under the proposed non-standard proration unit herein applied for have been pooled and unitized. That the granting of this application will protect correlative rights and tend to prevent waste.

WHEREFORE, applicant Sinclair Oil & Gas Company prays that this Commission set this application for a public hearing before an Examiner in Santa Fe, New Mexico, that notices be issued according to law, and that upon hearing the above described 160-acre non-standard proration unit be approved.

SINCLAIR OIL & GAS COMPANY

Layton A. Webb

Division Attorney