

4/23
Called
Horace Burton
this date.

SINCLAIR OIL & GAS COMPANY

P. O. Box 1470

XXXXXXXXXXXXXXXXXXXXXXXXXXXX

MIDLAND, TEXAS

LEGAL DEPARTMENT

May 20, 1958

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

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

Re: Case 1457 - Application of Sinclair
Oil & Gas Company for an oil-oil dual
completion

Gentlemen:

In the above case set for Examiner Hearing May 28, 1958, applicant seeks an order authorizing the dual completion of its State Lea 692 Well No. 1 located 660' from the South and West lines of Section 24, T-16-S, R-33-E, Lea County, New Mexico, in such a manner as to permit the production of oil from the Kemnitz Wolfcamp Pool and from the Pennsylvanian formation adjacent to the Kemnitz Pennsylvanian Pool. Sinclair Oil & Gas Company desires to amend its application to seek also permission to commingle production from the separate pools into common storage. Facilities will be provided to assure at all times accurate determination of the production from each pool.

We observe that in Case 1460 set for hearing also on May 28, 1958, Phillips Petroleum Company also makes application for an oil-oil dual completion and for permission to commingle in the same pools.

By copy hereof via registered mail, we are notifying all operators in these pools of this amendment to our application. See attached list.

Very truly yours,

Horace N. Burton
Horace N. Burton
Attorney

HNB:my

Encl.

too late
must have made
earlier

Desregard
this request
of Sinclair still
wants to accomplish
DC to will make new
check

LIST OF OFFSET OPERATORS AND ADDRESSES

Cities Service Oil Co.
P. O. Box 97
Hobbs, New Mexico
Attn: Mr. D. D. Bodie

Forest Oil Corporation
P. O. Box 1821
Midland, Texas

Ohio Oil Company
P. O. Box 552
Midland, Texas
Attn: Mr. C. S. Mills

Phillips Petroleum Co.
Hobbs, New Mexico
Attn: Mr. W. A. Roberts

Shell Oil Company
P. O. Box 1509
Midland, Texas

Pure Oil Company
P. O. Box 671
Midland, Texas

Skelly Oil Company
P. O. Box 38
Hobbs, New Mexico
Attn: Mr. J. N. Dulavey

Tennessee Gas Transmission Co.
P. O. Box 1031
Midland, Texas
Attn: Mr. Cecil Davidson

DOCKET: EXAMINER HEARING MAY 28, 1958

Oil Conservation Commission 9 a.m. Mabry Hall, State Capitol, Santa Fe

The following cases will be heard before Elvis A. Utz, Examiner:

- CASE 1225: Application of Moab Drilling Company and Utex Exploration Company for an order amending Order No. R-975. Applicant, in the above-styled cause, seeks an order amending Order No. R-975 to permit the conversion to a water injection well of the Utex Exploration Company Donohue-Federal No. 3 Well, located in the SE/4 SW/4 of Section 15, Township 16 South, Range 29 East, Eddy County, New Mexico.
- CASE 1446: Application of The Texas Company for approval of a unit agreement. Applicant, in the above-styled cause, seeks an order approving its Cotton Draw Unit embracing 35,144 acres, more or less, of Federal, State of New Mexico, and patented lands, located in Township 24 South, Ranges 31 and 32 East; Township 25 South, Ranges 31 and 32 East, in Eddy and Lea Counties, New Mexico.
- CASE 1447: Application of The Texas Company for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks an order establishing a 320-acre non-standard gas proration unit in the Eumont Gas Pool comprising the E/2 of Section 11, Township 20 South, Range 37 East, Lea County, New Mexico, said unit to be dedicated to the applicant's C. H. Weir "B" Well No. 3, located 330 feet from the North line and 660 feet from the East line of said Section 11.
- CASE 1448: Application of Ambassador Oil Corporation for approval of a unit agreement. Applicant, in the above-styled cause, seeks an order approving its North Caprock Queen Unit No. 2 embracing 1808 acres, more or less, of State of New Mexico lands located in Township 13 South, Ranges 31 and 32 East, in Chaves and Lea Counties, New Mexico.
- CASE 1449: Application of Graridge Corporation for an exception to Rule 309 of the Commission Rules and Regulations. Applicant, in the above-styled cause, seeks an order permitting the consolidation of tank batteries to receive the production from more than sixteen wells in the North Caprock Queen Unit No. 1 in Chaves and Lea Counties, New Mexico, which was established by Order No. R-1145. The applicant further seeks permission to install automatic custody transfer equipment on the above-referenced Unit.
- CASE 1450: Application of Neville G. Penrose, Inc. for approval of a unit agreement. Applicant, in the above-styled cause, seeks an order approving its November State Unit comprising 913 acres, more or less, of State of New Mexico and patented lands, located in Township 10 South, Range 37 and 38 East, and Township 11 South, Range 38 East, Lea County, New Mexico.

- CASE 1451: Application of Amerada Petroleum Corporation for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks an order establishing a 280-acre non-standard gas proration unit in the Justis Gas Pool consisting of the W/2 SW/4 Section 24, NW/4 and SW/4 NE/4 of Section 25, all in Township 25 South, Range 37 East, Lea County, New Mexico, said unit to be dedicated to the applicant's proposed well to be drilled in the NE/4 NW/4 of said Section 25.
- CASE 1452: Application of Amerada Petroleum Corporation for the dual completion of a producing oil well to permit the disposal of salt water therein. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its H. C. Posey "A" No. 4 Well, located in the NW/4 NE/4 of Section 14, Township 12 South, Range 32 East, Lea County, New Mexico, in such a manner as to permit the production of oil through the tubing from the Pennsylvanian formation, adjacent to the East Caprock-Pennsylvanian Pool, and to permit the disposal of salt water through the casing tubing annulus into the Devonian formation between 11,205 feet and 11,370 feet.
- CASE 1453: Application of Magnolia Petroleum Company for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its Stephens Estate No. 1 Well, located in the NW/4 SW/4 of Section 24, Township 21 South, Range 37 East, Lea County, New Mexico, in such a manner as to permit the production of oil from the Terry-Blinebry Pool and Wantz-Abo Pool.
- CASE 1454: Application of Gulf Oil Corporation for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its Learcy McBuffington No. 4 Well, located 660 feet from the South line and 1980 feet from the West line of Section 13, Township 25 South, Range 37 East, Lea County, New Mexico, in such a manner as to permit the production of oil from an undesignated Blinebry oil pool and oil from the Justis-Ellenburger Pool through parallel strings of tubing.
- CASE 1455: Application of Gulf Oil Corporation for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its Learcy McBuffington Well No. 5, located 1650 feet from the South line and 1980 feet from the East line of Section 13, Township 25 South, Range 37 East, Lea County, New Mexico, in such a manner as to permit the production of oil from an undesignated Blinebry oil pool and oil from the Justis-Ellenburger pool through parallel strings of tubing.