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-610 AND APPROVAL OF A 200-ACRE NON-STANDARD PRORATION UNIT IN THE BLINEBRY GAS POOL COMPRISED OF THE SW and SW SECTION 26, T-21-S, R-37-E, N.M.P.M., LEA COUNTY, NEW MEXICO.

case no. /500 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-610 and approval of a 200-acre non-standard proration unit in the Blinebry Gas Pool comprised of the $SW^{\frac{1}{4}}$ and $SW^{\frac{1}{4}}SE^{\frac{1}{4}}$, Section 26, T-21-S, R-37-E, N.M.P.M., Lea County, New Mexico, and in support thereof shows:

1.

That Sinclair Oil & Gas Company is the co-owner and operator of the proposed 200-acre proration unit under operating agreement with Gulf Oil Corporation and J. R. Cone, as non-operators.

2.

That applicant proposes to assign the 200-acre proration unit to its J. R. Cone "A" Well No. 2, located 660 feet from the West line and 1980 feet from the South line of said Section 26, which is dually completed in the Blinebry Gas Pool and the Drinkard Oil Pool and is now producing from within the vertical limits of the Blinebry Gas Pool.

3.

That there is now assigned to said J. R. Cone "A" Well No. 2 a non-standard 160-acre proration unit for the Blinebry Gas Pool, comprised of the $W_{\overline{2}}^{1}SW_{\overline{4}}^{1}$, $SE_{\overline{4}}^{1}SW_{\overline{4}}^{1}$ and $SW_{\overline{4}}^{1}SE_{\overline{4}}^{1}$ 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, or the same are subject to pooling

Docket Mailed 8-28-58 DP and unitizing contingent upon the granting of this application.

5.

That the granting of this application will be in the interest of prevention of waste and will not impair correlative rights.

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 200-acre non-standard proration unit be approved.

SINCLAIR OIL & GAS COMPANY

Horace N. Burton Division Attorney

Cast 1500

SINGEROIL & GAS GOMPANY

NALDINAND ALTRAS

LEGAL DEPARTMENT

August 1, 1958

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

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

Re: Application of Sinclair Oil & Gas Company for an exception to Order No. R-610 and approval of a 200-acre non-standard proration unit in the Blinebry Gas Pool comprised of the SW¹/₂ & SW¹/₂SE¹/₂, Sec. 26, T-21-S, R-37-E, N.M.P.M., Lea County, New Mexico.

Application of Sinclair Oil & Gas Company for an exception to Order No. R-586 and approval of a 240-acre non-standard proration unit in the Tubb Gas Pool comprised of the SW & the S\(\frac{1}{2}\)SE\(\frac{1}{2}\), Sec. 26, T-21-S, R-37-E, N.M.P.M., Lea County, New Mexico.

Gentlemen:

Enclosed in triplicate are Sinclair Oil & Gas Company's applications for the two above captions for non-standard proration units in the Blinebry Gas Pool and Tubb Gas Pool, respectfully.

Very truly yours,

Horace N. Burton Division Attorney

HNB: my

Encls. 2 (each in trip.)

(J9) (J9)

CONTINENTAL OIL COMPANY

FAIR BUILDING
FORT WORTH 2, TEXAS

H. L. JOHNSTON REGIONAL MANAGEM OF PRODUCTION SOUTHWANDSMIK REGION

August 21, 1958

WESL

Sinclair Oil and Cas Capany P. O. Box 1470 Midland, Texas

Attention: Mr. H. P. Recombaugh

Gentlement JR LIBORA CITY

Mich you request waivers for the formation of a 200-acre Blinebry gas proration unit and a 240-acre Tubb gas proration unit in Section 26-215-37E, we regret to advise that we are unable to execute this waiver. It has been Continental's practice in the past to oppose the formation of any gas proration units in these two pools in excess of the standard unit size of 160 acres.

Yours very truly,

HLJ-SL

CC: New Mexico Oil Conservation Commission' Santa Fe, New Mexico CLASS OF SERVICE

This is a fast message unless its deferred charproper symbol.

WESTERN UNION

DL=Day Letter

LT=International

NL=Night Letter

TELEGRAM W. P. MARSHALL, PRESIDENT

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

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IN CONNECTION WITH SINCLAIR OIL AND GAS APPLICATION IO BE HEARD SEPT. 10 PLEASE BE ADVISED THAT THE UNDERSIGNED, AS AN OFFSET OPERATOR, OBJECTS TO THE FORMATION OF THE 200 ACRE BLINEBRY AND 240 ACRE TUBB NON STANDARD GAS PROBATION UNITS PROPOSED BY SINCLAIR OFL & GAS CO. IN SECTION 26-218-37E= R OLSEN OIL CO PHILIP RANDOLPH=

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE