



# SINCLAIR OIL & GAS COMPANY

P.O. BOX 1470

MIDLAND, TEXAS

MUtual 3-2761

September 18, 1961

R L ELSTON  
VICE PRES & DIVISION MANAGER

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

Attention: Mr. D. S. Nutter

Gentlemen:

With reference to the Examiner Hearing on September 20, 1961, Case 2376, this is to request that Sinclair Oil & Gas Company's State Lea 407, Well No. 5 be left in the San Simon Oil Pool, Lea County, New Mexico. This well is located in Unit D, Section 33, T-21-S, R-35-E.

It is requested that this well remain in San Simon Pool and continue to operate under that pool's exceptions to Statewide Rules 301 and 506 because of its low productivity of oil and gas. The following tabulation reflects this limited ability to produce during the last year.

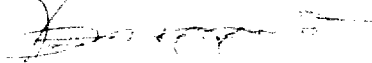
Month	Oil Prod.(Bbls.)	Gas Prod.(Mcf)
Sept., 1960	76	TSTM
Oct.	17	TSTM
Nov.	11	TSTM
Dec.	5	TSTM
Jan., 1961	4	TSTM
Feb.	5	TSTM
Mar.	1	TSTM
Apr.	0	0
May	0	0
June	0	0
July	147	17
Aug.	353	440

This well was worked over from July 13, 1961, to August 8, 1961, and additional intervals were opened in an effort to answer offsetting gas production. August production indicates that the workover was unsuccessful and we anticipate a decline in productivity of both oil and gas in the near future. If the

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oil productivity declines faster than the gas productivity declines, then the GOR will greatly increase, justifying operation under the San Simon Statewide exceptions.

Yours very truly,



Joe Mefford

JM:RMA:lw

Orig.& 1 cc: Gilbert, White & Gilbert  
Mr. Charles White  
Bishop Building  
Santa Fe, New Mexico

GOVERNOR  
EDWIN L. MECHEM  
CHAIRMAN

Case 2376

State of New Mexico  
Oil Conservation Commission

LAND COMMISSIONER  
E. S. JOHNNY WALKER  
MEMBER

STATE GEOLOGIST  
A. L. PORTER, JR.  
SECRETARY - DIRECTOR

P. O. BOX 2045  
HOBBS

August 25, 1961

New Mexico Oil Conservation Commission  
Post Office Box 871  
Santa Fe, New Mexico

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

Gentlemen:

In line with our recent conversations, attached you will find three plats which illustrate our recommendation as to the San Simon and Wilson area. It is recommended that this matter be set for Hearing on September 20, 1961 and be advertised along this line:

"Application of the Commission on its own motion to delete certain portions of the San Simon and Wilson Pools in Lea County, New Mexico and for the creation of a new pool for oil production to be designated the North San Simon Yates Pool. It is further proposed to establish a limiting gas-oil ratio for said North San Simon Yates Pool."

Geologic information certainly indicates that this is a separate producing area from the San Simon and Wilson Pools, and production information to date indicates a need for a limiting gas-oil ratio.

Yours very truly,

OIL CONSERVATION COMMISSION

*Joe D. Ramey*  
Joe D. Ramey  
Proration Manager

JDR/mc  
Attach.

*11/18/61*  
*22*

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EVERETT M. GRANTHAM  
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MAURICE SANCHEZ

TELEPHONE  
243-3525

September 18, 1961

Mr. A. L. Porter  
Oil Conservation Commission  
Santa Fe, N. M.

Re: Case No. 2376

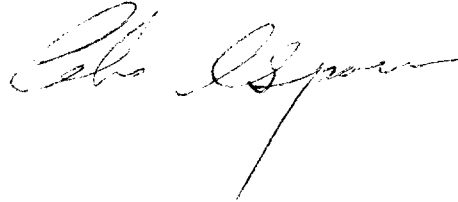
Dear Mr. Porter:

Please enter our appearance as local attorneys of record for Phillips Petroleum Company in the above case which, I understand, is set for Examiner Hearing on Wednesday, September 20th. Mr. Carl Jones, attorney of Midland, Texas, will be personally present to make a statement for Phillips.

Very truly yours,

GRANTHAM, SPANN AND SANCHEZ

By



CCS:MI

cc: Mr. Carl Jones