

BEFORE THE OIL CONSERVATION COMMISSION OF THE  
STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF  
SINCLAIR OIL & GAS COMPANY FOR APPROVAL  
OF THE COMMINGLING INTO COMMON STORAGE  
THE DISTILLATE PRODUCED FROM THE TUBB  
AND BLINEBRY GAS POOLS AND THE OIL PRO-  
DUCED FROM THE DRINKARD AND WANTZ ABO  
POOLS ON ITS S. J. SARKEYS LEASE CON-  
SISTING OF SE/4 OF SECTION 23, T-21-S,  
R-37-E, N.M.P.M., LEA COUNTY, NEW MEXICO

CASE NO. 3247

ORDER NO. \_\_\_\_\_

A P P L I C A T I O N

SINCLAIR OIL & GAS COMPANY, a Maine corporation with an operating office in Midland, Texas, hereby files its application herein, in triplicate, and represents:

1.

That applicant is the owner and operator of its S. J. Sarkeys lease consisting of the SE/4 of Section 23, T-21-S, R-37-E, N.M.P.M., Lea County, New Mexico. Said lease covering the full oil and gas interest in the land was executed by S. J. Sarkeys, April 15, 1943. The royalty interest at the time of execution of the lease was, and is now so far as known to applicant, owned in common in all depths and strata.

2.

Said lease is productive of distillate from the Tubb and Blinebry Gas Pools and oil from the Drinkard and Wantz Abo Pools. The lease contains one completion in the Tubb Pool, one completion in the Blinebry Pool, which produce a total of approximately 7 barrels of distillate per day, and the lease has one completion in the Drinkard Oil Pool, producing approximately 8 barrels per day, and one completion in the Wantz Abo Oil Pool producing approximately 2 barrels per day. Applicant proposes to commingle all such production into common storage without individually measuring the production from each zone. It proposes to apportion the production to the various pools by periodic testing.

3.

That applicant seeks herein permission to commingle the oil and distillate into common storage as an exception to the Commission's general Rule 303.

4.

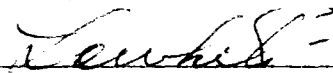
Applicant would show that the granting of this application is in the interest of prevention of waste and will not impair correlative rights.

WHEREFORE, applicant prays that this application be set for hearing before an Examiner in Santa Fe, New Mexico; that notice be given hereon and that upon such hearing the Commission grant its approval to the commingling of production from the separate pools as hereinabove set forth.

HORACE N. BURTON  
P. O. Box 1470  
Midland, Texas

GILBERT, WHITE AND GILBERT

By



Bishop Building  
Santa Fe, New Mexico

ATTORNEYS FOR APPLICANT  
SINCLAIR OIL & GAS COMPANY

DOCKET: EXAMINER HEARING - WEDNESDAY, APRIL 19, 1961

9 A.M. - OIL CONSERVATION COMMISSION CONFERENCE ROOM  
STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Elvis A. Utz, Examiner, or A. L. Porter, Secretary-Director, as alternate examiner:

CASE 2246: Application of Sinclair Oil & Gas Company for an exception to Rule 303 (a) and Rule 309 (a). Applicant, in the above-styled cause, seeks permission to commingle, without separate measurement, the oil production from the Tubb Gas Pool, the oil production from the Blinebry Gas Pool and the oil production from the Drinkard Pool from all wells presently completed on its J. R. Cone "A" lease, comprising the W/2 SW/4 of Section 26, Township 21 South, Range 37 East, Lea County, New Mexico, and on its J. R. Cone "B" lease comprising the SE/4 SW/4 and the SW/4 SE/4 of said Section 26.

CASE 2247: Application of Sinclair Oil & Gas Company for an exception to Rule 303 (a). Applicant, in the above-styled cause, seeks permission to commingle, without separate measurement, the distillate production from the Tubb Gas Pool, the distillate production from the Blinebry Gas Pool, the oil production from the Drinkard Pool and the oil production from the Wantz Abo Pool from all wells presently completed on the S. J. Sarkeys lease, comprising the the SE/4 of Section 23, Township 21 South, Range 37 East, Lea County, New Mexico.

CASE 2248: Application of Sinclair Oil & Gas Company for an exception to Rule 303 (a). Applicant, in the above-styled cause, seeks permission to commingle, without separate measurement, the oil production from the Drinkard Pool with the oil production from the Tubb Gas Pool from all wells presently completed on its A. M. York "B" lease, comprising the NE/4 NE/4 of Section 20, Township 21 South, Range 37 East, Lea County, New Mexico.

CASE 2249: Application of Southern Union Production Company for an order force pooling a standard 160-acre proration unit in the Tapacito-Pictured Cliffs Gas Pool. Applicant, in the above-styled cause, seeks an order force pooling all mineral interests in the Tapacito-Pictured Cliffs Gas Pool in the SW/4 of Section 2, Township 25 North, Range 3 West, NMPM, Rio Arriba County, New Mexico to form a standard 160-acre gas proration unit.

- CASE 2250: Application of Texaco, Inc. for an exception to Rule 309 (a) and for an automatic custody transfer system. Applicant, in the above-styled cause, seeks permission to commingle the Paduca-Delaware Pool production from all wells presently completed or hereafter drilled on the Cotton Draw Unit, comprising portions of Townships 24 and 25 South, Ranges 31 and 32 East, Eddy and Lea Counties, New Mexico. Applicant further proposes to install an automatic custody transfer system to handle said commingled production.
- CASE 2251: Application of Texaco Inc. for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks the establishment of a 280-acre non-standard gas proration unit in the Jalmat Gas Pool consisting of the SW/4, the E/2 SE/4 and the NW/4 SE/4 of Section 31, Township 23 South, Range 37 East, Lea County New Mexico, to be dedicated to its E. E. Blinebry Well No. 2, located 1980 feet from the South line and 660 feet from the East line of said Section 31.
- CASE 2252: Application of Cities Service Petroleum Company for an automatic custody transfer system. Applicant, in the above-styled cause, seeks permission to install an automatic custody transfer system to handle the production from the Vacuum-Abo Pool from all wells presently completed or hereafter drilled on its State B "J" lease, S/2 of Section 35, Township 17 South, Range 35 East, Lea County, New Mexico.
- CASE 2253: Application of G. E. Reagin for permission to operate a treating plant. Applicant, in the above-styled cause, seeks permission to operate a sediment oil treating plant to be located at or near the City of Hobbs, New Mexico.
- CASE 2254: Application of The Ohio Oil Company for exception to Rule 309 (a) and for two automatic custody transfer systems. Applicant, in the above-styled cause, seeks permission to commingle prior to measurement, the Lea-Devonian Pool production from all wells presently completed or hereafter drilled in the Lea Unit Area, comprising portions of Township 20 South, Ranges 34 and 35 East, Lea County, New Mexico, and to commingle prior to measurement, the Lea-Bone Springs Pool production from all wells presently completed or hereafter drilled in said Lea Unit Area. Applicant further proposes to install two automatic custody transfer systems, one to handle the Devonian production, the other to handle the Bone Springs production.