OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

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December 28, 1954

Sinclair Oil & Gas Co. Mr. J. T. Reeves 901 Fair Building Ft. Worth, Texas

Dear Sir:

Reference is made to your application for a non-standard gas proration unit in the Eumont Gas Pool, comprising 280 acres in Section 19, Township 21 South, Range 36 East, to be assigned to your State 176 Well # 3.

Information available at our Hobbs office indicates that the other wells within the acreage you propose to dedicate to this gas unit are completed as oil welk in the same zone as your State 176 Well #3, and these oil wells are receiving their allowables as such. The granting of the unit you propose would in effect provide an additional allowable for the oil wells contained in this unit and cause an unequitable withdrawal of the reservoir energy, contrary to the best interests of conservation.

We are unable to grant administrative approval to your application for a 280-acre unit on the above described acreage, and on the basis of the above facts we would not consider a unit size for this well of over 40 acres.

If you have any information which we have not considered or if you should desire a hearing on this matter, please notify the Commission at your earliest convenience.

Very truly yours,

Oil Conservation Commission

Charles M. Rieder Petroleum Engineer



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Reference is made to your application for a non-standard gro aroval in this Remoit Gas Foel, comprising 260 acros in fection 19, Townialy 21 South, Range 36 fast, to be assigned to your Core in Fred # 3.

Information available at our Hobbs office infacts that the other wells within the acreage you propose to acolecte to this gas out are completed as all welling the same sone as your State 17(1) cell 43 and these oil wells are receiving their allowables as such. The granting of the rait you propose would in effect provide an additional allowable the the oil wells construct to the unit and cause an unequable withdruct of the receiving that the heat interests of concernations.

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Charles M. Eleder Petroleum Engineen