STATE OF NEW MEXICO



BRUCE KING

GOVERNOR

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

February 18, 1992

Chevron U.S.A. Inc. P.O. Box 1150 Midland, Texas 79702

Attn: Alan W. Bohling

Proration Engineer

Administrative Order NSP-317-A

Dear Mr. Bohling:

By Division Administrative Order NSP-317, dated September 19, 1956, Gulf Oil Corporation was authorized a 320-acre non-standard gas spacing and proration unit in the Eumont Gas Pool comprising the N/2 of Section 24, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico, in which was dedicated the Harry Leonard (NCT-J) Well No. 1 located at a standard gas well location 1980 feet from the North and East lines (Unit G) of said Section 24.

Reference is now made to your application dated January 17, 1992 to reduce said 320-acre unit by deleting the SW/4 NW/4 (Unit E) of said Section 24, which is to be utilized as a 40-acre oil spacing and proration unit in the Eumont Oil Pool for your Harry Leonard (NCT-J) Well No. 2 located 1980 feet from the North line and 990 feet from the West line of said Section 24.

Chevron U.S.A. Inc. Administrative Order NSP-317-A Page 2 February 18, 1992

By authority granted me under the provisions of Rule 2(a)4 of the Special Rules and Regulations for the Jalmat Gas Pool, as promulgated by Division Order No. R-8170 as amended, a 440-acre non-standard gas spacing and proration unit in said pool comprising the NE/4, N/2 NW/4, and SE/4 NW/4 of said Section 24 is hereby approved.

Division Administrative Order NSP-317 is hereby placed in abeyance until further notice.

Sincerely,

WILLIAM J. LEMAY

Director

WJL/MES/jc

cc: Oil Conservation Division - Hobbs

File: NSP-317

PETROLEUM AND ITS PRODUCTS JLF OIL CORPORATION M 8: 20 DRAWER 1290 FORT WORTH I, TEXAS B. E. THOMPSON DIVISION PRODUCTION MANAGER FORT WORTH PRODUCTION DIVISION August 14, 1956 Re: Application for 320-Acre Non-Standard Gas Proration Unit, Eumont Gas Pool, Comprising N/2 of Section 24, T-21-S, R-36-E, Lea County, New Mexico Oil Conservation Commission State of New Mexico P. O. Box 871 Santa Fe, New Mexico Gentlemen: Gulf Cil Corporation hereby makes application for approval of a non-standard gas proration unit comprising N/2 of Section 24, T-21-S, R-36-E, Lea County, New Mexico, and in support thereof states the following facts: (1) Gulf Oil Corporation is owner and operator of an oil and gas lease known as its Harry Leonard "J" Lease. Lea County, New Mexico, as shown on the attached plat. (2) Gulf Oil Corporation proposes that the above described acreage be established as a non-standard 320-acre gas proration unit in exception to Rule 5 (a) of Order R-520. (3) The Harry Leonard "J" Well No. 1, located 1980 feet from the East line and 1,980 feet from the North line of Section 24, T-21-S, R-36-E, Lea County, New Mexico, was completed August 6, 1956, as a gas well in the Eumont Gas Pool. The applicant proposes to use this well as the unit well. (4) The proposed non-standard gas proration unit will meet the requirements of Rule 5 (b) of the Oil Conservation Commission Order No. R-520 as follows: (a) Contiguous quarter-quarter sections will comprise the unit. (b) The proposed unit lies wholly within a single governmental section. all Common School how

- (c) All acreage within the proposed unit may reasonably be presumed productive of gas.
- (d) The length or width of the proposed unit does not exceed 5280 feet.
- (e) Gulf Oil Corporation is lessee and operator of all the acreage comprising the proposed unit as shown on the attached plat. There are no other operators within 1500 feet of the proposed unit well.
- (5) The approval of this application for a 320-acre nonstandard gas proration unit will, in the opinion of the applicant, prevent waste, protect correlative rights and serve the best interest of conservation.

In view of the existence of the facts herein stated and compliance with the provisions of Rule 5 (b) of the Oil Conservation Commission's Order No. R-520, Gulf Oil Corporation requests that the Secretary of the Commission approve the above described non-standard gas proration unit.

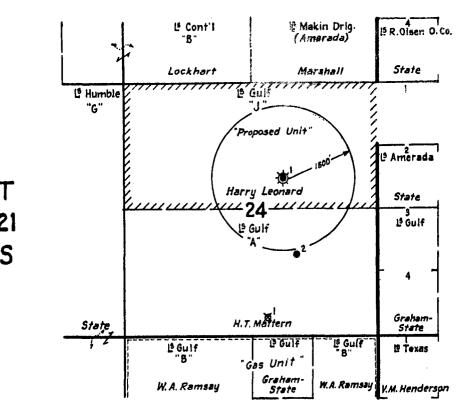
Respectfully submitted,

GULF OIL CORPORATION

Division Production Manager

cc: Oil Conservation Commission P. O. Box 2045 Hobbs, New Mexico

R 36 E



GULF OIL CORPORATION
FORT WORTH PRODUCTION DIVISION
Scale 1" - 2,000'

Plat Accompanying Application for 320-Acre Non-Standard Gas Unit (Eumont Gas Pool)

Gulf - Harry Leonard "J" Lease