PETROLEUM AND ITS PRODUCTS

GULF OIL CORPORATION

P.O. DRAWER 1290 FORT WORTH 1, TEXAS

E. HOSFORD
DIVISION PRODUCTION COORDINATOR

January 29, 1959

FORT WORTH RODUCTION DIVISION

NSP - 47!

m. 1.959

Re: Application for 40-Acre

Non-Standard Gas Proration

Unit, Tubb Gas Pool, Comprising

SE/4 of NW/4 of Section 31,

T-22-S, R-38-E, Lea County,

New Mexico

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

Gentlemen:

Gulf Oil Corporation hereby makes application for approval of a non-standard gas proration unit comprising SE/4 of NW/4 of Section 31, T-22-S, R-38-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 Scarborough Estate 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 40-acre gas proration unit in exception to Rule 5 (a) of Order R-586.
- (3) The Scarborough Estate Well No. 4, located 1980 feet from the West line and 1980 feet from the North line of Section 31, T-22-S, R-38-E, Lea County, New Mexico, was completed January 15, 1959, as a gas well in the Tubb 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-586 as follows:
 - (a) Contiguous quarter-quarter sections will comprise the unit.
 - (b) The proposed unit lies wholly within a single governmental section.

- (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, and by copy of this letter of application, all operators owning interest in the section in which the proposed unit is located and all operators within 1500 feet of the proposed unit well are notified by registered mail of the intent of Gulf Oil Corporation to form the proposed non-standard gas proration unit. (See attached affidavit.)
- (5) The approval of this application for a 40-acre non-standard 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-586, Gulf Oil Corporation requests that the Secretary of the Commission approve the above described non-standard gas proration unit to become effective as soon as possible. Gulf Oil Corporation further states that subsequent to filing for approval of this 40-acre unit, Gulf will request a hearing for approval of a 160-acre unit to consist of the SE/4 of NW/4 and N/2 of SW/4 and NW/4 of SE/4 of Section 31, T-22-S, R-38-E, Lea County, New Mexico.

Respectfully submitted,

GULF OIL CORPORATION

Division Production Coordinate

cc: Registered Mail - Return Receipt Requested

The Texas Company Box 1270 Midland, Texas

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

COUNTY OF TARRANT

BEFORE ME, the undersigned authority, on this day personally appeared J. H. KING, JR. of the Fort Worth Production Division of Gulf Oil Corporation, who, after being by me duly sworn, upon his oath states that, to the best of his knowledge, the statements contained in the foregoing Application of Gulf Oil Corporation, dated January 29, , 1959, are true and correct and that copies of such Application were duly deposited on January 29, , 1959, in the United States post office as registered mail, with all charges prepaid, addressed to each of the parties shown receiving carbon copies of such Application.

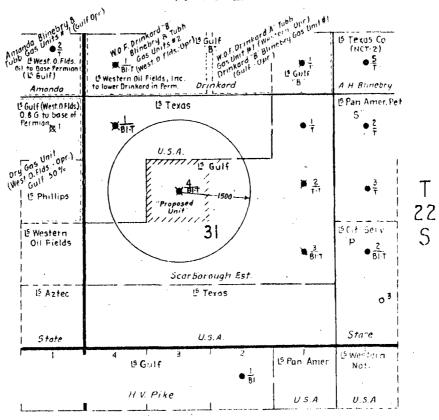
J. H. KING, JR.

SUBSCRIBED AND SWORN to before me by the said J. H. KING, JR. this 29th day of ______, 1959_, to certify which witness my hand and seal of office.

Notary Public in and for Tarrant
County, Texas

My Commission Expires:

June 1, 1959



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

Plat Accompanying Application for 40-Acre Non-Standard Gas Unit (Tubb Gas Pool)

Gulf - Scarborough Estate Lease