Jason Kellahin W. Thomas Kellahin Karen Aubrey

KELLAHIN and KELLAHIN Attorneys at Law El Patio - 117 North Guadalupe Post Office Box 2265 Santa Fe, New Mexico 87504-2265

Telephone 982-4285 Area Code 505

RECEIVED

July 3, 1985

JUL 1 -1985

RECEIVED OIL CONSERVATION DIVISION

JUL 8 1985

Mr. Richard L. Stamets Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87501

OIL CONSERVATION DIVISION "Hand Delivered"

Re: Gulf Oil Corporation NMOCD Case 8652

Dear Mr. Stamets:

On behalf of Gulf Oil Exploration and Production Company please find enclosed our application for amendment of the location set forth in Order R-7924 which has already been docketed for hearing on July 17, 1985, as Case 8652.

Very truly yours

. Thomas Kellahir

WTK:ca Enc.

cc: Mr. Les Munson
Gulf Oil Exploration and
Production Company
ClayDesta Center
15 Smith Road
Midland, Texas 79705

Ken Brown, Esq. Gulf Oil Corporation P. O. Box 2100 Houston, Texas 77001

STATE OF NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS OIL CONSERVATION DIVISION

RECEIVED

JUL 1 1985

IN THE MATTER OF THE APPLICATION OF GULF OIL EXPLORATION AND PRODUCTION COMPANY FOR APPROVAL TO AMEND DIVISION ORDER NO. R-7924, FOR AN UNORTHODOX GAS WELL LOCATION, LEA COUNTY, NEW MEXICO.

OIL CONSERVATION DIVISION

CASE: 8652

APPLICATION

COMES NOW GULF OIL EXPLORATION AND PRODUCTION COMPANY and applies to the Oil Conservation Division of New Mexico for an amendment to Order R-7924 approving an unorthodox gas well location 1440 feet from the North line and 1310 feet from the West line of Section 15, Township 21 South, Range 36 East, Eumont Gas Pool, Lea County, New Mexico, and in support thereof would show:

- 1. Applicant has the right to drill and develop the W/2 of Section 15, Township 21 South, Range 36 East, NMPM.
- 2. Applicant has drilled a well to test the Eumont Gas Pool at a location 1440 feet from the North line and 1310 feet from the West line of Section 15, Township 21 South, Range 36 East, NMPM, based upon verbal approval of the Director, Oil Conservation Division.
- 3. The subject well is more unorthodox than is allowed by Order R-7924 because of surface obstructions at the previously approved location.

- 4. Applicant proposes to dedicate an 320-acre tract consisting of the W/2 of said Section 15 to the well.
- This application will prevent waste and protect correlative rights.

WHEREFORE, after notice and hearing, the applicant requests that this application be granted.

Kellahin & Kellahin

W. Thomas Kellahin P. O. Box 2265

Santa Fe, New Mexico 87501

Attorneys for Applicant