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GULF OIL CORPORATION 16 P. 82 8 b

P.O. DRAWER 1290 · FORT WORTH 1, TEXAS

December 9, 1954

FORT WORTH PRODUCTION DIVISION

Gas Proration - Eumont Poel. Les County, New Mexico -- Overproduction on Gulf's Bell-Ramsay "B" #1 - -

Oil Conservation Commission State of New Mexico Santa Fe. New Mexico

Attn: Mr. W. B. Macey, Secretary and Director

Gentlemen:

Since the inauguration on January 1, 1954, of gas proration in the Eumont Gas Pool, Lea County, New Mexico, our Bell-Ramsay "B" #1 gas well has been assigned an allowable for a 160-acre gas proration unit. The acreage which we originally dedicated to this well for proration purposes to form a standard gas proration unit comprised 80 acres of our Bell-Ramsay *B* Lease described as the S/2, SW/4, Section 29, T2OS, R37E, and 80 acres of our Amos B. Reeves Lease described as the N/2, SW/4, Section 29, T20S. R37E.

By applications dated December 1, 1954, and December 3, 1954. copies of which are attached, we requested approval of the following two proposed non-standard gas proration units:

(1) 320-acre unit comprising the S/2 N/2 Section 29 and N/2 S/2 Section 29, T205, R37E, and utilizing Gulf Cil Corporation's Amos B. Reeves #2 as the unit well.

(2) 160-sere unit comprising the S/2 S/2 Section 29, T20S, R37E, and utilizing Gulf Oil Corporation's Bell-Ramsay "B" #1 as the unit well.

We presume that in the event of no objection from offset operators to the formation of the proposed units above described, there will be an order issued during January, 1955, approving such units. On the date these proposed units are authorized, 80 acres of the Amos B. Reeves Leage, that was originally assigned to the Bell-Ramsay "B" #1 for proration purposes. will be reassigned to the Amos B. Reeves #2 well for proration purposes.

Since our Bell-Ramsay "B" #1 is presently overproduced and we contemplate that this condition will still exist at the time the reassignment