



PETROLEUM AND ITS PRODUCTS

GULF OIL CORPORATION

P. O. DRAWER 669 • ROSWELL, NEW MEXICO

F. E. CURTIS, JR.
ZONE LANDMAN

February 29, 1956

FORT WORTH
PRODUCTION DIVISION

2/11/56

Gulf-Humble-Southern Petroleum
Exploration, Inc. 400-acre
Lumpsum Gas Pool Production Unit
Covering S/2 and S/2 N/2 of
Section 9-19S-37E, Lea County,
New Mexico.

Gulf Leases Nos. 21332 & 61105.
State Leases Nos. S-246, L-2645,
B-2309 and L-2053.

Mr. A. L. Porter
Oil Conservation Commission
1200 W. Broadway
Albuquerque, New Mexico

Dear Sir:

We have prepared an operating agreement and gas pooling agreement for the captioned unit. Gulf, Humble and Southern Petroleum have previously reached agreement on the form and contents of the communitization agreement and operating agreement. As Humble and Southern Petroleum are buying into Gulf's well in the percentage proportion that their respective tracts in the unit bear to the total acreage in the unit, we are awaiting final figures on the cost of the well so that they may be inserted in the contract. Each non-operator, Humble and Southern Petroleum, will pay Gulf a percentage of this cost, based on the proportion its acreage in the unit bears to the whole.

Our Production Department estimates that it will be about March 15th before final cost figures are available on the unit well, which was completed January 18, 1956.

In view of the above and the fact that the working interest owners are in agreement on the unit, we ask that the unit well, Gulf's F. W. Kutter "L" well No. 1, in the NE/4 SW/4 of Section 9 above, be put on production as soon as possible with allowable based upon the unit size of 400 acres in accordance with OCC Administrative Order RSP-232, dated February 18, 1956.

Very truly yours,

F. E. Curtis, Jr.
F. E. CURTIS, JR.

TEA:dm