

Gulf Energy and Minerals Company - U.S.

PRODUCTION DEPARTMENT
HOBBS AREA

C. D. Borland
AREA PRODUCTION MANAGER

P. O. Box 670
Hobbs, New Mexico 88240

Mr. Joe D. Ramey
New Mexico Oil Conservation Commission
Post Office Box 2088
Santa Fe, New Mexico 87501



NSL - 761
due Mar 25

Dear Sir:

Rate \$ 175030

Gulf Oil Corporation respectfully requests your Administrative approval to drill a development well in the Drinkard Pool at an unorthodox location. It is proposed to Drill Central Drinkard Unit Well No. 414, located 1728' from the North line and 1250' from the East line of Section 28, Township 21-S, Range 37-E, Lea County, New Mexico as shown on the attached plat. The following facts are submitted in support of this application.

1. Commission Order No. R-5030 established procedures for completing additional Central Drinkard wells as a result of a Hearing held May 14, 1975. (Case No. 5474).
2. This unorthodox location is necessitated by reservoir considerations. In order to proceed with development of the Upper Drinkard gas pay, to prevent drainage of the Unit area by offsetting wells and avoid interference with the existing waterflood of the oil zone, which is necessary for the prevention of waste, this well must be located as shown on the attached plat.
3. This location is not closer than the standard location distance of 330' to the Unit boundary.
4. Commission forms C-101 and C-102 have been submitted to the Hobbs District Office of the New Mexico Oil Conservation Commission.
5. All offset operators have been furnished copies of this application.

Yours truly,

C. D. BORLAND

lwd:
cc: NMOCC, Hobbs
CFK, Midland
All offset Operators



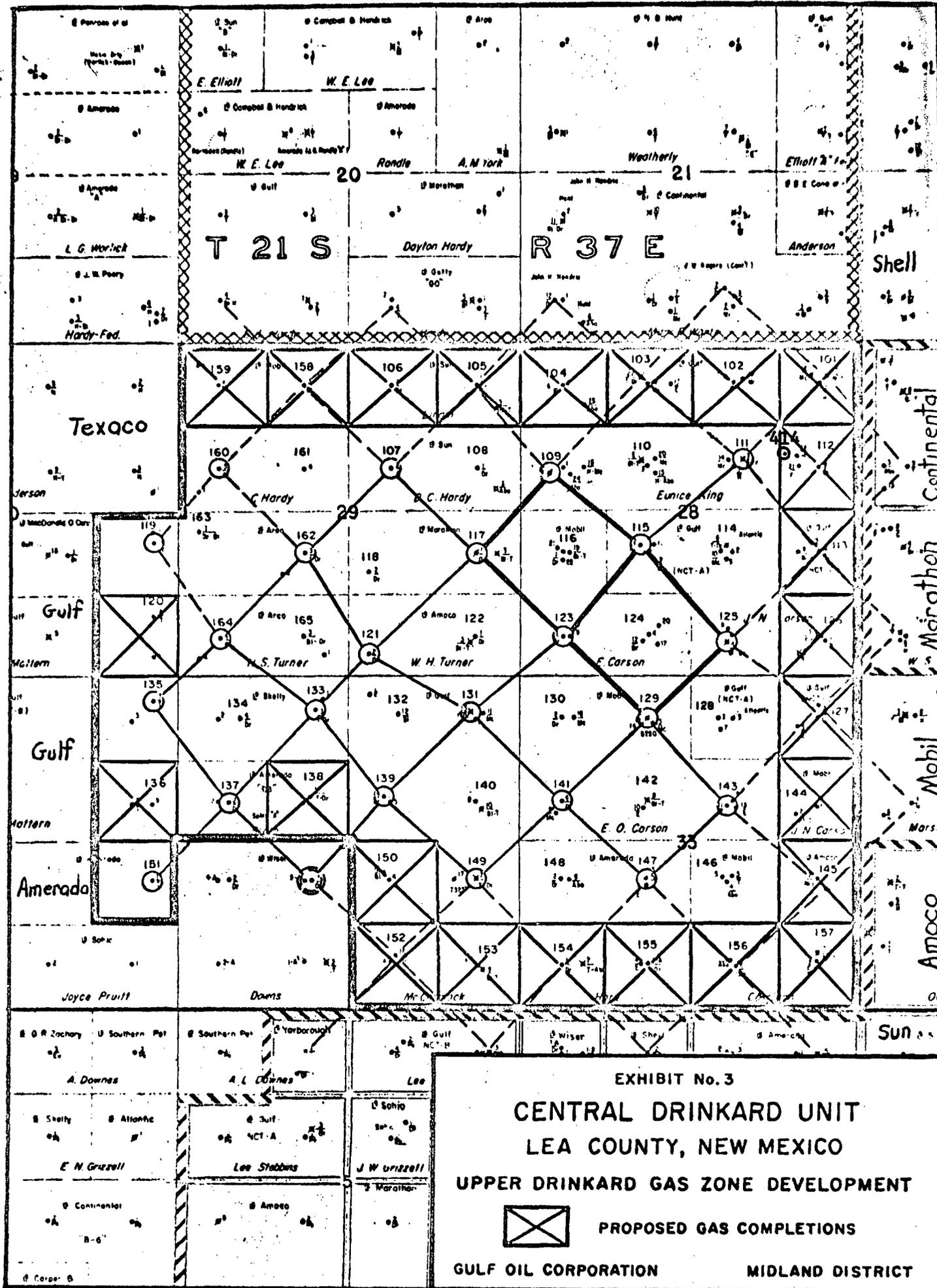
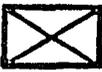


EXHIBIT No. 3
CENTRAL DRINKARD UNIT
LEA COUNTY, NEW MEXICO
UPPER DRINKARD GAS ZONE DEVELOPMENT

PROPOSED GAS COMPLETIONS
GULF OIL CORPORATION **MIDLAND DISTRICT**

OIL CONSERVATION COMMISSION
Hobbs DISTRICT

RECEIVED
MAR 11 1976
OIL CONSERVATION COMMISSION
Santa Fe

OIL CONSERVATION COMMISSION
BOX 2088
SANTA FE, NEW MEXICO

DATE March 5, 1976

RE: Proposed MC _____
Proposed DHC _____
Proposed NSL _____ X _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

Gentlemen:

I have examined the application dated _____
for the Gulf Oil Corp. Central Drinkard Unit #414-H 28-21-37
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

O.K.---J.S.

Yours very truly,

Jerry Septon