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PETROLEUM AND ITS PRODUCTS

GULF OIL CORPORATION

Due 1/17/57

P. O. DRAWER 1290 FORT WORTH 1, TEXAS

J. R. SHERMAN
DIVISION GAS ENGINEER

December 13, 1956

FORT WORTH
PRODUCTION DIVISION

J. W. COLE, JR.
ASSISTANT DIVISION
GAS ENGINEER

Re: Application for 160-Acre Non-Standard Gas Proration Unit, Eumont Gas Pool, Comprising N/2 of SW/4 and S/2 of NW/4 of Section 8, T-19-S, R-37-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 N/2 of SW/4 and S/2 of NW/4 of Section 8, T-19-S, R-37-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 Elbert Shipp "B" 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 160-acre gas proration unit in exception to Rule 5 (a) of Order R-520.
- (3) The Elbert Shipp "B" Well No. 2, located 1980 feet from the North line and 660 feet from the West line of Section 8, T-19-S, R-37-E, Lea County, New Mexico, was completed August 18, 1955, as a gas well in the Eumont Gas Pool. The applicant proposes to use this well as the unit well.

W 211 - SW 1/4 NW 1/4
Letter 12-21-56
gas well now
completed 2-25-57
JWC

(4) The proposed non-standard gas proration unit will meet the requirements of Rule 5 (b) of the Oil Conservation Commission Order No. R-520 as follows:

- (a) Contiguous quarter-quarter sections will comprise the unit.
- (b) The proposed unit lies wholly within a single governmental section.

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December 13, 1956

- (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 160-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-520, Gulf Oil Corporation requests that the Secretary of the Commission approve the above described non-standard gas proration unit.

Respectfully submitted,

GULF OIL CORPORATION

By B. E. Thompson
Division Production Manager

cc: Registered Mail - Return Receipt Requested:

The Texas Company
P. O. Box 1720
Fort Worth, Texas

Shell Oil Company
Box 1957
Hobbs, New Mexico

John M. Kelly
Box 5671
Roswell, New Mexico

Amerada Petroleum Corporation
P. O. Box 2040
Tulsa, Oklahoma

Continental Oil Company
Box 427
Hobbs, New Mexico

cc: Oil Conservation Commission
Box 2045
Hobbs, New Mexico

STATE OF TEXAS

COUNTY OF TARRANT

BEFORE ME, the undersigned authority, on this day personally appeared J. R. Sherman, Division Gas Engineer 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 December 13, 1956, are true and correct and that copies of such Application were duly deposited on _____, 1956, 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. R. Sherman

SUBSCRIBED AND SWORN to before me by the said J. R. Sherman this _____ day of _____, 1956, to certify which witness my hand and seal of office.

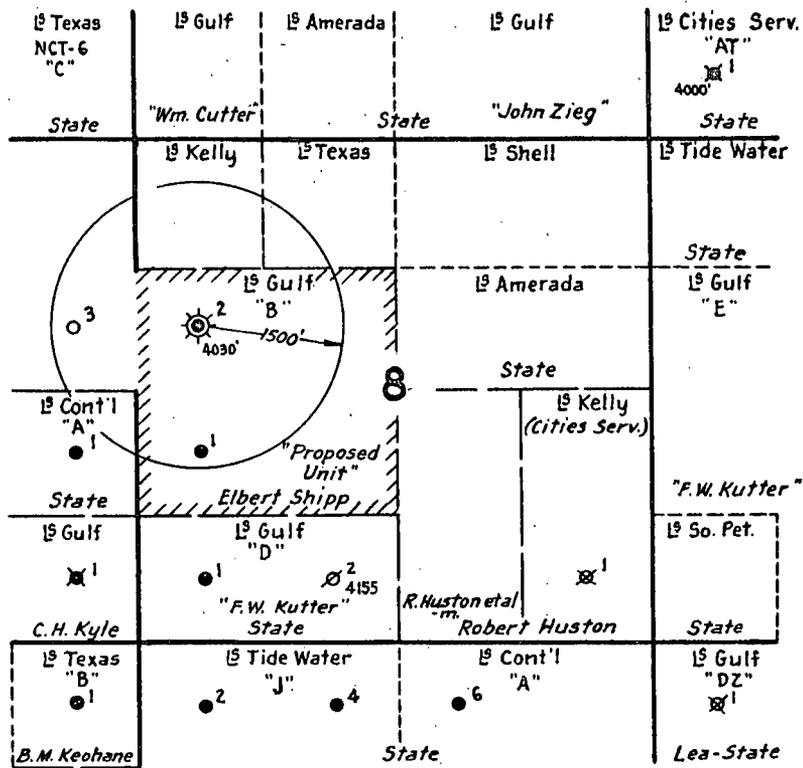
J. H. King, Jr.
Notary Public in and for Tarrant
County, Texas

My Commission Expires:

June 1, 1957

R 37 E

T 19 S



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

Plat Accompanying Application for
 160-Acre Non-Standard Gas Unit
 (Eumont Gas Pool)

Gulf - Elbert Shipp 160-acre Lease