

Gulf Oil Exploration and Production Company

January 18, 1979

R. C. Anderson
PRODUCTION MANAGER, HOBBS AREA

P. O. Box 670
Hobbs, NM 88240

Re: Scarborough Estate No. 2, Section 31,
T22S-R38E, Lea County, New Mexico
Nonstandard Gas Proration Unit

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Energy and Minerals Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, NM 87501

Attention: Mr. Joe D. Ramey

Gentlemen:

E/2 NE/4, SW/4 NE/4, & NE/4 SE/4

We request your administrative approval for a 160-acre nonstandard gas proration unit for the subject well. The well is located 1880'FNL and 660'FEL of Section 31, T-22-S, R-38-E, Lea County, New Mexico.

In support of the above, the following points should be noted.

- oil & gas*
- (1) This application is in the interest of conservation.
 - (2) Well No. 2 is located in Unit H of the subject section and is producing from the Blinebry pool. It was initially completed as an oil well and recently reclassified as a gas well.
 - (3) The attached plat shows the location of the subject well and the boundary of the proposed proration unit. If approved, the unit will include 160 acres contained in Units A, G, H and I of the aforementioned section. Well No. 2 is located in Unit H and is the only Blinebry producer located within the proposed proration unit.
 - (4) All offset operators are being notified of this request by certified mail.

If you have any questions or comments concerning these matters, please contact this office. Your prompt consideration of this request will be greatly appreciated.

Yours very truly,

R. C. Anderson
R. C. ANDERSON

Attachment
MDW/dch

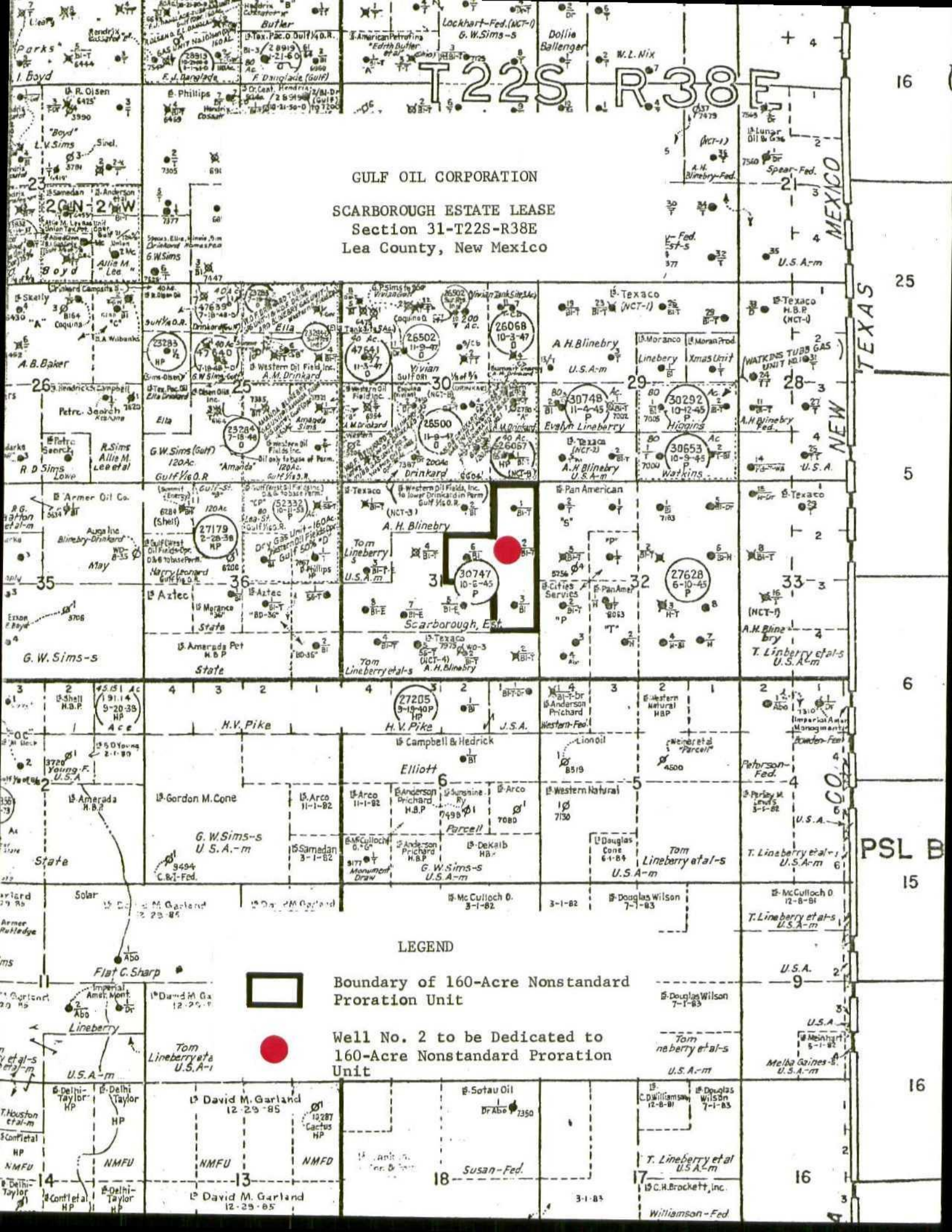
cc: Energy and Minerals Department
Oil Conservation Division
P. O. Box 1980
Hobbs, NM 88240

Texaco Inc.
P. O. Box 3109
Midland, TX 79701

Cities Service Oil Company
P. O. Box 1919
Midland, TX 79701

Amoco Production Company
P. O. Drawer A
Levelland, TX 79336





GULF OIL CORPORATION
SCARBOROUGH ESTATE LEASE
Section 31-T22S-R38E
Lea County, New Mexico

LEGEND



Boundary of 160-Acre Nonstandard Proration Unit



Well No. 2 to be Dedicated to 160-Acre Nonstandard Proration Unit