

Due March 18

Gulf Oil Company - U.S.

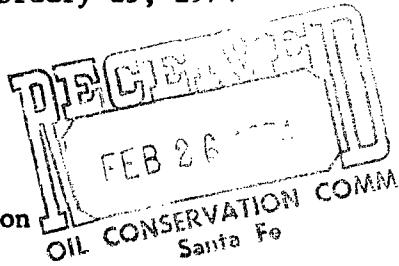
HOBBS PRODUCTION AREA

C. D. Borland
AREA PRODUCTION MANAGER

February 25, 1974

P. O. Box 670
Hobbs, New Mexico 88240

Mr. A. L. Porter
New Mexico Oil Conservation Commission
Post Office Box 2088
Santa Fe, New Mexico



NSL - 644
104 F

Dear Sir:

Re completion in Tubb

Gulf Oil Corporation requests your administrative approval for an unorthodox location for our L. I. Baker well No. 3, located 2086' FSL & 554' FEL, Section 5, 22-S, 37-E, which Gulf proposes to dual complete in the Tubb gas zone with the existing Drinkard. In support of this application the following facts are submitted:

1. Rule 104 requires that a gas well completed in this zone be located on a tract consisting of 160 surface contiguous acres and shall not be located closer than 660' from any outer boundary of such tract, necessitating this request.
2. The attached map shows the location of the well and the proposed 160 acre proration unit outlined in red.
3. Applicant believes this proposal is economically feasible since this well is directly offset by quality Tubb gas wells and, based on this offset production, this well should produce in excess of 500 MCFPD.
4. The completion of this well in this zone represents reasonable development of this pool.
5. Copies of this application were mailed to each offset operator on February 25, 1974.

Your early consideration in this matter will be appreciated.

Yours truly,

C. D. Borland
C. D. BORLAND

lwd:
att'd
cc: NMOCC, Hobbs, N. M.
Each offset Operator
J. L. Pike



