

Gulf Energy and Minerals Company - U. S.

C. D. Borland
AREA PRODUCTION MANAGER

SOUTHWEST DIVISION
HOBBS AREA

August 4, 1977

AUG -5 1977

P. O. Box 670
Hobbs, NM 88240

Mr. Joe D. Ramey
New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, NM 87501

OIL CONSERVATION COMM.
Santa Fe

NSL-881

104 F

Blue Aug 25

Dear Sir:

Gulf Oil Corporation is the operator of a 320-acre standard gas proration unit consisting of the S/2 of Section 22-T23S-R37E, Lea County, New Mexico, in the North Teague Devonian Gas Pool. The unit's wells are the C. E. LaMunyon Well No. 8, located 660'FSL & 1980'FWL; and Well No. 10, located 1650'FSL & 990'FWL Section 22-T23S-R37E.

Gulf Oil Corporation requests your administrative approval for an unorthodox location for, and to simultaneously dedicate North Teague Devonian Gas production from the C. E. LaMunyon Well No. 7 located 660'FSL & 660'FWL Section 22. This well was recently recompleted in the North Teague Devonian Gas Pool.

In support of this application, the following facts are submitted:

- (1) The Statewide Rules, which govern the North Teague Devonian Gas Pool, require that the well be located not closer than 660' from the nearest side boundary nor 1980' from the nearest end boundary nor closer than 330' from any quarter-quarter section or subdivision inner boundary of the 320-acre proration unit, necessitating this request for nonstandard location.
- (2) The recompletion of this well in the North Teague Devonian Gas Pool represents reasonable development of this pool.
- (3) Well No. 7 is located on the same 320-acre proration unit as C. E. LaMunyon Wells No. 8 and 10 (as indicated on the attached plat), necessitating this request for simultaneous acreage dedication.
- (4) This application is in the interest of conservation and the prevention of waste.
- (5) All offset operators have been furnished a copy of this application.

Your early consideration in this matter will be greatly appreciated and if additional information is needed, please advise.

Yours very truly,

By: *D. F. Berlin*
C. D. BORLAND

Attachment
GS/dch

cc: Oil Conservation Commission, P. O. Box 1980, Hobbs, NM 88240
Continental Oil Company, P. O. Box 460, Hobbs, NM 88240
Damson Exploration Company, P. O. Box 1845, Lake Charles LA 70601
Imperial American Management Company, 127 Mid America Building, Midland, TX 79701
J. M. Thacker, GEMCO-U.S., P. O. Box 1150, Midland, TX 79701



