Copy-occ-Hobber PETROLEUM AND ITS PRODUCTS **CORPORATION**

NSP-240 du 3/3/150

hip. ô. drawer 1290 fort worth 1, texas

FORT WORTH PRODUCTION DIVISION

January 27, 1956

Re: Application for 160-Acre Non-Standard Gas Proration Unit, Eumont Gas Pool, Comprising W/2 and SE/4 of NE/4 and SE/4of NW/4 of Section 8, T-20-S. R-37-E, Lea County, New Mexico

Oil Conservation Commission State of New Mexico Santa Fe. New Mexico

Gentlemen:

Gulf Oil Corporation hereby makes application for approval of a Non-Standard Gas Proration Unit comprising the W/2 and SE/4 of NE/4 and SE/4 of NW/4 of Section 8, T-20-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 a 160-acre oil and gas lease known as its Bertie Whitmire 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.
- The Bertie Whitmire Well No. 2, located 660' from the North line and 1,980' from the East line of Section 8, T-20-S, R-37-E, Lea County, New Mexico, was completed in the Eumont Gas Pool on January 13, 1956. The applicant proposes to use this well as the unit well.
- (4) Gulf Oil Corporation and Cities Service Oil Company are contemplating the formation of a 200-Acre Non-Standard Gas Proration Unit which would include 40 acres of Cities Service's Laughlin Lease described as the NE/4 NE/4 Section 8, T-20-S, R-37-E, Lea County, New Mexico. The Commission's rules do not permit administrative approval of the dedication of the 160 acres covered by this application plus the 40 acres owned by Cities Service, therefore it is the intent of Gulf to obtain administrative approval of the 160-acre unit covered by this application. Then on completion of negotiations between Gulf and Cities Service, an application for a hearing before the Commission on the formation of the 200-acre unit will be filed.

- (5) 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.
 - (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 the entire section of land as shown on the attached plat, and by copy of this letter of application, 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.)

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

Bv:

Division Production Manager

cc: Registered Mail - Return Receipt Requested

Anderson Pritchard Oil Corporation Box 2197

Hobbs, New Mexico

Amerada Petroleum Corporation Attn: Mr. R. S. Christie Box 2040 Tulsa, Oklahoma

Cities Service Oil Company Box 97 Hobbs, New Mexico Continental Oil Company Box 427

Hobbs, New Mexico

Sinclair Oil & Gas Co. Box 1470 Hobbs, New Mexico

Stanolind Oil & Gas Co. Box 899 Roswell, New Mexico

(See page 3 for additional distribution)

cc: Return Receipt Requested - Registered Mail

Tidewater Associated Oil Co. Attn: J. B. Holloway P. O. Box 1404 Houston, Texas

Trebal Oil Company Box 778 Lovington, New Mexico

cc: Oil Conservation Commission P. C. Box 2045 Hobbs, New Mexico Attn: Mr. A. L. Porter, Jr. STATE OF TEXAS

COUNTY OF TARRANT

J. R. SHERMAN

SUBSCRIBED AND SWORN to before me by the said <u>I.R. Sherman</u>
this <u>31</u> day of <u>January</u>, 195<u>6</u>, to certify which witness
my hand and seal of office.

Notary Public in and for Tarrant County, Texas

My Commission Expires:

June 1. 1957

R 37 E NSP-42 E Anderson-Prichard E Amerada 15 Cities Serv. L' Humble X160 "B" • 1 **9**2 . 2 •12 D.L. Laughlin Est. S. Adkins M.E. Laughlin Est. G.C. Matthew 15 Cont'!
"B-8" 92 L' Amerada 15 Gulf/ 2 9 12 • 15 15 Sinclair 5 8 "Proposed Unit LS Ohio 14 18 10 0 13 7 • 4 0701 Bertie Whitmire, & Amerada W. H. Y. Laughlin Est. 20 5 Ls Tide Water LS Skelly 17 5R 9 160) 02 •6 "Theo "Anderson" 5 Stanolind Lª Gulf Anderson Bertha •1 .2 J. Barber B. Barley "L. Van Etten" "Gilluly" LS Phillips 15 Honeyman 15 Gen, Crude "G" •6 •2 **M**4 "Mexico" "Wulff-State" Theodore Anderson State

GULF OIL CORPORATION
FORT WORTH PRODUCTION FIVISION
Scale 1" = 2,000'

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

Gulf - Hertie Whitmire Lease - 160 acres