NSP-336



PETROLEUM AND ITS PRODUCTS

PO. DRAWER 1290 FORT WORTH 1, TEXAS

J. R. SHERMAN DIVISION GAS ENGINEER

December 6, 1956

FORT WORTH PRODUCTION DIVISION

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

> Re: Application for 160-Acre Gulf-Atlantic Non-Standard Gas Proration Unit, Eumont Gas\_Pool, Comprising SE/4 of Section 8, T-21-S, R-36-E, Lea County, New Mexico

Oil Conservation Commission State of New Mexico P. O. Box 871 Santa Fe, New Mexico

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Gentlemen:

On the first page of the above referenced application dated November 28, 1956, we listed the unit well as R. R. Bell "A" Well No. 1. This was in error, and the well should have been shown as R. R. Bell "A" Well No. 2. Also, various descriptions in the letter were given as Section 8, T-19-S, R-36-E, Lea County, New Mexico. The description should have read Section 8, T-21-S, R-36-E, Lea County, New Mexico. The well plat which was attached to the original application correctly records the well as R. R. Bell "A" Well No. 2 and the description as Section 8, T-21-S, R-36-E, Lea County, New Mexico.

We are enclosing a corrected original and two of Pages 1 and 2 for the application. Will you please substitute these pages for the ones you now have.

Yours very truly,

J. R. SHERMAN

Encls.

cc: Oil Conservation Commission P. O. Box 2045 Hobbs, New Mexico

> Land Commissioner E. S. Walker P. O. Box 871 Santa Fe, New Mexico

The Atlantic Refining Company Midland, Texas Continental Oil Company Hobbs, New Mexico

Skelly Oil Company Hobbs, New Mexico

Tidewater Associated Oil Company Houston, Texas



PETROLEUM AND ITS PRODUCTS

## GULF OIL CORPORATION

P. O. DRAWER 1290 · FORT WORTH 1, TEXAS

B. E. THOMPSON DIVISION PRODUCTION MANAGER

FORT WORTH PRODUCTION DIVISION

November 28, 1956

Re: Application for 160-Acre Gulf-Atlantic Non-Standard Gas Proration Unit, Eumont Gas Pool, Comprising SE/4 of Section 8, T-21-S, R-36-E, Lea County, New Mexico

Oil Conservation Commission State of New Mexico P. 0. Box 871 Santa Fe, New Mexico

Gentlemen:

Gulf Oil Corporation hereby makes application for approval of a non-standard gas proration unit comprising the SE/4 of Section 8, T-21-S, R-36-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 R. R. Bell "A" Lease located in the S/2 of SE/4 of Section 8, T-21-S, R-36-E, Lea County, New Mexico. The Atlantic Refining Company is owner and operator of an oil and gas lease known as its State "B" Lease located in the N/2 of SE/4 of Section 8, T-21-S, R-36-E, Lea County, New Mexico. The Gulf and Atlantic Leases comprise the 160 acres above described.
- (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) Gulf Oil Corporation is the owner and operator of the R. R. Bell "A" Well No. 2 located 660 feet from the East line and 660 feet from the South line of Section 8, T-21-S, R-36-E, Lea County, New Mexico, which was completed January 22, 1935, as a gas-oil dual well. This well is in the Eumont Gas Pool and Eunice Oil Pool. The applicant proposes to use this well as the unit well.
- (4) Gulf Oil Corporation and The Atlantic Refining Company have agreed to communitize their respective leases to form a 240-acre unit which would comprise the 160 acres covered by this application and an additional 80 acres

described as the W/2 of SW/4 of Section 9, T-21-S, R-36-E, Lea County, New Mexico. The pooling agreement for the 240-acre unit was approved by the Commissioner of Public Lands on November 9, 1956.

- (5) The proposed 160-acre 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) 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 and The Atlantic Refining Company to form the proposed non-standard gas proration unit. (See attached affidavit.)
- (6) 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 formation of the 160-acre unit, above described, to become effective as soon as possible. Gulf Oil Corporation further states that subsequent to filing for approval of this 160-acre unit, Gulf will request a hearing for approval of a 240-acre unit to consist of the SE/4 of Section 8 and the W/2 of SW/4 of Section 9, T-21-S, R-36-E, Lea County, New Mexico.

Respectfully submitted,

GULF OIL CORPORATION

ivision Production Manager

(See Next Page)

L<sup>8</sup> Atlantic l Gulf L<sup>e</sup> Gulf "B" "A" ⊯5 "c" "G Gulf Consol. Dry Gas ₽<sup>2</sup> ¥¹ **e**² •1 Unit No.1 R.R. Bell State L<sup>s</sup> Tidewater Le Cont'l 19 Amerada 'B·8" •4 •<sup>2</sup> ₩4 **"**3 **6**<sup>4</sup> •2 **a**² •<sup>1</sup> •2 •1 •<sup>1</sup> <u>a</u> 3 Ţ Foster - State H.L.Houston Meyers 21 Lª Atlantic 18 Cont'l 19 Gulf S "B"\_\_\_ "A-8" Proposed Unit •1 •2 **4** Campbell-Houston Gas Unit State 111111 E Gulf "A" •<sup>2</sup> . **w** 3 • 3 1500 Belİ Ramsey R.R. Bell Meyers Aubrey F. Houston 1.ª Skelly 15 Skelly Lª Cont'l 19 Atlantic Lª Tidewater "A-18" <sup>"B"</sup>●<sup>I</sup> • 3  $\bullet^1$ • 2 O.L. Coleman State Coleman Meyers

R 36 E

GULF OIL CONTRATION FORT WORTH PRODUCTION DIVISION Scale 1" - 2,000".

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

Gulf - R. R. Bell "A" Lease

Atlantic - State "B" Lease



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## **GULF OIL CORPORATION**

P. 0. DRÅWER 1290 · FORT WORTH 1, TEXAS

B. E. THOMPSON DIVISION PRODUCTION MANAGER

November 28, 1956

FORT WORTH PRODUCTION DIVISION

Re: Application for 160-Acre Gulf-Atlantic Non-Standard Gas Proration Unit, Eumont Gas Pool, Comprising SE/4 of Section 8, T-19-S, R-36-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 ras proration unit comprising the SE/4 of Section 8, 19-5, R-36-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 R. R. Bell "A" Lease located in the S/2 of SE/4 of Section 8, T-1985, R-36-5, Lea County New Mexico. The Atlantic Refining Company is owner and operator of an oil and gas lease known as its State "B" Lease located in the N/2 of SE/4 of Section 8, T-19-S, R-36-E, Lea County, New Mexico. The Gulf and Atlantic Leases comprise the 160 acres above described.
- 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) Gulf Oil Corporation is the owner and operator of the R. R. Bell "A" Well No. I located 660 feet from the East line and 660 feet from the South line of Section 8, T-19-S, R.36-E, Lee County, New Mexico, which was completed January 22, 1935, as a gas-oil dual well. This well is in the Eumont Gas Pool and Eunice Oil Pool. The applicant proposes to use this well as the unit well.
- (4) Gulf Oil Corporation and The Atlantic Refining Company have agreed to communitize their respective leases to form a 240-acre unit which would comprise the 160 acres covered by this application and an additional 80 acres

described as the W/2 of SW/4 of Section 9, T-29-S, R-36-E, Lea County, New Mexico. The pooling agreement for the 240-acre unit was approved by the Commissioner of Public Lands on November 9, 1956.

- (5) The proposed 160-acre 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) 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 and The Atlantic Refining Company to form the proposed non-standard gas proration unit. (See attached affidavit.)
- (6) 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 formation of the 160-acre unit, above described, to become effective as soon as possible. Gulf Oil Corporation further states that subsequent to filing for approval of this 160-acre unit, Gulf will request a hearing for approval of a 240-acre unit to consist of the SE/4 of Section 8 and the W/2 of SW/4 of Section 9, T-21-S, R-36-E, Lea County, New Mexico.

Respectfully submitted,

GULF OIL CORPORATION

Division Production Mar

(See Next Page)

## Oil Conservation Commission

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cc: Registered Mail - Return Receipt Requested:

The Atlantic Refining Company P. O. Box 871 Midland, Texas

Continental Oil Company P. O. Box 427 Hobbs, New Mexico

cc: Oil Conservation Commission P. O. Box 2045 Hobbs, New Mexico

> Land Commissioner E. S. Walker P. O. Box 871 Santa Fe, New Mexico

Skelly Oil Company P. O. Box 38 Hobbs, New Mexico

Tidewater Associated Oil Company Attn: Mr. J. B. Holloway P. O. Box 1404 Houston, Texas STATE OF TEXAS

COUNTY OF TARRANT

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BEFORE ME, the undersigned authority, on this day personally appeared <u>J. R. Sherman, Division Gas Engineer</u> 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 <u>November 28</u>, 1956, are true and correct and that copies of such Application were duly deposited on <u>Alcounter</u>, 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.

R. SHERMAN

SUBSCRIBED AND SWORN to before me by the said <u>J. R. Sherman</u> this <u>28th</u> day of <u>November</u>, 195<u>6</u>, to certify which witness my hand and seal of office.

A. J. H. King, Jr.

Notary Public in and for Tarrant County, Texas

My Commission Expires:

June 1, 1957