

Gulf Oil Corporation

LAW DEPARTMENT

Booth Kellough
DIVISIONAL ATTORNEY
MIDLAND, TEXAS

ATTORNEY ROSWELL
William V. Kastler

August 2, 1965

Box 1938
Roswell, N. M. 88201

New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico

Attention: Mr. J. E. Kapteina

Re: South Pentrose Skelly Unit
Revised Exhibit "B" -
Amended Certificate of Effectiveness

Gentlemen:

Enclosed herewith please find one reproduced copy of revised Exhibit "B" as certified by our District Manager, Mr. W. B. Hopkins, on July 19, 1965. Although the same is to be effective from and after June 1, 1965, in order to avoid making further changes at this time we have taken the further liberty of changing the California Oil Company's name to Chevron Oil Company wherever it appears, and since Carper Drilling Company's interests are now owned by Cities Service Oil Company we have made changes in names to reflect these facts. Also it seemed appropriate to make changes in names of royalty and overriding royalty owners where trusts have been declared or where estates are pending.

Aside from the name changes, Cities Service called our attention to the fact that our previous exhibit was incorrect as to the overriding royalty shown for Tract 2 (B) and accordingly the interest of 0.62500% for each of the four respective overriding royalty owners has been changed to 1.25000%. We also took this opportunity to correct an error in the secondary participation percentage for Tract No. 5.

In the event the reproduced certified copies are insufficient for your purposes, please notify me and I shall furnish an original pen and ink copy of the certification.

The original Certificate of Effectiveness was in error in failing to describe the lands in Section 3, and for this reason it became necessary to prepare and file an Amended Certificate. Enclosed is one reproduced copy of the recorded Amended Certificate showing the date and place of recording.

Very truly yours,

William V. Kastler
William V. Kastler

WVK:ejl
Enclosures



35067

AMENDMENT TO
CERTIFICATE OF EFFECTIVENESS
SOUTH PENROSE SKELLY UNIT
LEA COUNTY, NEW MEXICO
EFFECTIVE DATE: JUNE 1, 1965

MAIN OF RECORD

'65 AUG 3 AM 7 1

STATE OF NEW MEXICO
COUNTY OF LEA

KNOW ALL MEN BY THESE PRESENTS:

THAT, WHEREAS, heretofore on June 4, 1965 Gulf Oil Corporation, as Unit Operator of the South Penrose Skelly Unit, filed a Certificate of Effectiveness, which said certificate is recorded in Book 235 at Page 106 of the Oil and Gas Records of Lea County, New Mexico; and

WHEREAS, inadvertently said certificate failed to describe the entire lands within the Unit Area which was effectively committed to the Unit on the effective date of June 1, 1965. Said error resulted in the omission of 80 acres in Section 3, Township 22 South, Range 37 East, comprising the Southwest Quarter of the Northwest Quarter and the Northwest Quarter of the Southwest Quarter; and

WHEREAS, in order to more correctly set forth a description of lands subject to said South Penrose Skelly Unit on and after June 1, 1965, the following corrected description is made.

NOW, THEREFORE, Gulf Oil Corporation, as Unit Operator, does hereby declare and certify that said South Penrose Skelly Unit shall be and is effective with the effective date of June 1, 1965, and that a description of the lands and formations as to which said Unit is effective is as follows:

Township 22 South, Range 37 East, N.M.P.M.

Section 3: SW/4 NW/4 and NW/4 SW/4
Section 4: Lots 1, 2, 3 and 4, S/2 N/2, SW/4 and W/2 SE/4
Section 5: All
Section 6: Lot 1, S/2 NE/4 and SE/4
Section 7: NE/4
Section 8: All
Section 9: All
Section 10: N/2, SW/4 and N/2 SE/4
Section 17: N/2 NE/4

Containing 3,640.18 acres, more or less.

The Unitized Formation shall be the stratigraphic interval underlying the Unit Area extending from the top of the Queen formation to the top of the San Andres formation, as more fully identified and delineated in the Unit Agreement, reference to which and the record thereof is here made for all purposes.

IN WITNESS WHEREOF, this certificate is executed this 9th day of July, 1965, by the undersigned, as Unit Operator.

ATTEST:

GULF OIL CORPORATION

Assistant Secretary

By

Attorney in Fact

STATE OF NEW MEXICO
COUNTY OF CHAVES

The foregoing instrument was acknowledged before me this 9th day of July, 1965, by W. B. HOPKINS, Attorney in Fact for GULF OIL CORPORATION, a Pennsylvania corporation, on behalf of said corporation.

My Commission Expires:
My Commission Expires August 15, 1966

STATE OF NEW MEXICO
COUNTY OF LEA
FILED

JUL 14 1965

at 8:30 o'clock a M
and Recorded in Book 240

Page 1
JANE RICE, County Clerk
By Deputy

Loa Marie Cooper
Notary Public

EXHIBIT "B" TO UNIT AGREEMENT
SOUTH PENROSE SKELLY UNIT
LEA COUNTY, NEW MEXICO

REVISED TO BE EFFECTIVE FROM
AND AFTER JUNE 1, 1965.

TRACT NO.	DESCRIPTION OF LAND	NO. OF ACRES	SERIAL NO. AND LEASE DATE	BASIC ROYALTY		LESSEE OF RECORD	OVERRIDING ROYALTY		WORKING INTEREST		PERCENT PARTICIPATION OF TRACT IN UNIT	
				OWNER AND PERCENTAGE			OWNER AND PERCENTAGE		OWNER AND PERCENTAGE		PRIMARY	SECONDARY
1	N/2 SE/4, SE/4 SE/4 Sec. 6, S/2 NE/4, NW/4 NE/4 Sec. 7, and NE/4NE/4 Sec. 17, T22S, R37E	280.00	LC-032573(b) Apr. 1, 1957	United States of America to 12.50000% 33.33333%		Marion M. Leonard	None		Continental Oil Co. 25.0000% The Atlantic Refining Co. 25.0000% Pan American Petroleum Corp. 25.0000% Chevron Oil 25.0000%		1.6599	1.7523
								Total			6.6393	7.0089
2-A	SW/4 SE/4 Sec. 6, T22S, R37E	40.00	LC-032573(b) Apr. 1, 1957	United States of America to 12.50000% 25.00000%		Marion M. Leonard	Continental Oil Co. 0.62500% The Atlantic Refining Co. 0.62500% Pan American Petroleum Corp. 0.62500% Chevron Oil 0.62500%		Cities Service Oil Co. 100.0000%		0.0000	0.0449
2-B	NE/4 NE/4 Sec. 7, T22S, R37E	40.00	LC-032573(b) Apr. 1, 1957	United States of America to 12.50000% 25.00000%		Marion M. Leonard	Continental Oil Co. 1.25000% The Atlantic Refining Co. 1.25000% Pan American Petroleum Corp. 1.25000% Chevron Oil 1.25000%		Cities Service Oil Co. 83.3333% Ernest A. Hanson 16.6667%		1.9472	0.5757
								Total			2.3366	0.6909
3	NW/4 Sec. 8, T22S, R37E	160.00	LC-033706-A June 1, 1955	United States of America to 12.50000% 25.00000%		Texaco Inc.	Col. Beverly H. Colner 1.50000% First Trust Co. of St. Paul for Acct. of Grace D. Gale 0.50000% First Trust Co. of St. Paul for Acct. of B. T. Gale 0.50000% Catherine Frances Sewell 2.50000% Ralph Nix 1.15000% Harriet G. Culp 0.56250% Helen Culp Blagen 0.33750% James R. Anderson, Jean K. Anderson, Noelle M. Anderson, Joseph J. Anderson & C. Robert Anderson as Joint Tenants with Right of Survivorship 0.45000%		Texaco Inc. 100.0000%		6.3760	3.3550

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TRACT NO.	DESCRIPTION OF LAND	NO. OF ACRES	SERIAL NO. AND LEASE DATE	BASIC OWNER AND PERCENTAGE	LESSEE OF RECORD	OVERRIDING ROYALTY OWNER AND PERCENTAGE	WORKING INTEREST OWNER AND PERCENTAGE	PERCENT PARTICIPATION OF TRACT IN UNIT	
								PRIMARY	SECONDARY
4	NW/4 NW/4 Sec.9, T22S, R37E	40.00	LC-064428 July 1, 1957	United States of America	12.50000%	Texas Pacific Oil Co. None	Texas Pacific Oil Co. 100.0000%	0.0000	0.4049
5	SW/4 Sec.8, T22S, R37E	160.00	LC-033706-B Feb. 1, 1958	United States of America	12.50000%	Texaco Inc. None	Texaco Inc. 100.0000%	5.9224	4.3173
6	SW/4 NW/4 Sec.9, T22S, R37E	40.00	LC-061446 Nov. 1, 1943	United States of America	12.50000%	Sohio Petroleum Co. Broseco Corp. John B. Rich	Sohio Petroleum Co. 66.6666% 31.6666% 1.6668%	0.0000 0.0000 0.0000	0.1758 0.0835 0.0044
7	SE/4NW/4 Sec.9, T22S, R37E	40.00	LC-069162 Nov. 1, 1943	United States of America	12.50000%	Sohio Petroleum Co. The Atlantic Refining Co. Broseco Corp. John B. Rich Continental Oil Co. June D. Speight Gulf Oil Corp.	Sohio Petroleum Co. 3.1250% 4.6875% 1.4844% 0.0781% 3.1250% 1.5625% 3.1250%	0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000	0.0116 0.0174 0.0055 0.0003 0.0116 0.0058 0.1160
8	NE/4 NW/4 Sec.9, T22S, R37E	40.00	NM-032368 July 1, 1957	United States of America	12.50000%	The Ft. Worth Natl. Bank, Tr., Its Subs. Socony Mobil Oil Co. Inc. North Central Oil Corp. Marathon Oil Co. Pan American Petroleum Corp. Sinclair Oil & Gas Co. Skelly Oil Co. Chevron Oil Co. Texas Pacific Oil Co.	12.5000% 12.5000% 12.5000% 12.5000% 12.5000% 12.5000% 12.5000% 12.5000% 12.5000% 12.5000%	0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000	0.0174 0.0464 0.0058 0.0174 0.0174 0.0174 0.0232 0.0290 0.0116 0.0348
Total		100.00000%				Sohio Petroleum Co. Broseco Corp. John B. Rich Texas Pacific Oil Co. Total	50.0000% 23.7500% 1.2500% 25.0000% 100.0000%	0.0000 0.0000 0.0000 0.0000 0.0000	0.2843 0.1351 0.0071 0.1422 0.5687

EXHIBIT "B" TO UNIT AGREEMENT
SOUTH PENROSE SKELLY UNIT
LEA COUNTY, NEW MEXICO

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				OWNER AND PERCENTAGE	PERCENTAGE		OWNER AND PERCENTAGE	PERCENTAGE	OWNER AND PERCENTAGE	PERCENTAGE	PRIMARY	SECONDARY
9	NW/4 NE/4 Sec. 17, T22S, R37E	40.00	B-934 June 6, 1932	State of New Mexico 12.50000%		Sohio Petroleum Company and William Fleming Estate	Amerada Petroleum Co. 12.50000% when daily avg. prod./well/day is 10 BOPD or more; Sohio Petroleum Co. (when daily avg. prod./well/day is less than 10 BOPD 8.33334% Brosco Corp 3.95833% John B. Rich 0.20833%		Sohio Petroleum Co. 33.3333% William Fleming Est. 50.0000% Brosco Corp 15.8333% John B. Rich 0.8334%		1.0080	0.5740
10	N/2 Sec. 16, T22S, R37E	320.00	B-3480-1 Dec. 13, 1934	State of New Mexico 12.50000%		Gulf Oil Corp.	Gulf Oil Corp. 6.25000%		TO 4000' Two States Oil Co. 100.0000% BELOW 4000' Gulf Oil Corp 100.0000%		Not Committed as of Unit Effective Date	
11	E/2 SE/4 & N/2 SW/4 Sec. 16, T22S, R37E	160.00	B-3480-1 Dec. 13, 1934	State of New Mexico 12.50000%		Gulf Oil Corp.	None		Gulf Oil Corp. 100.0000%		Not Committed as of Unit Effective Date	
12	NW/4 SE/4 Sec. 16, T22S, R37E	40.00	B-3480-1 Dec. 13, 1934	State of New Mexico 12.50000%		Gulf Oil Corp.	Gulf Oil Corp. 12.50000%		TO 4200' Millard Deck 100.0000% BELOW 4200' Gulf Oil Corp 100.0000%		Not Committed as of Unit Effective Date	
13	W/2 SE/4 Sec. 5, T22S, R37E	80.00	Fee Apr. 12, 1926	Midwest Oil Corp. 1.17187% J.E. Simmons 1.17187% Newmont Oil Co. 1.17188% Emil Mosbacher 0.46875% Sabine Royalty Corp. 1.56250% Oscar L. Grimes, as Philo W. Grimes, as Agents & as Trustees of the C.W. Grimes Trust 1.17188% Mary Swanson Sutccliffe 0.19531% Southern Minerals Corp. 1.66667% Sparks-Healey Co. 62500% Ione M. Grizzle 1.02539% Billie June Grizzle 0.34180% Grardige Corp 83333% North Central Oil Corp.		Marathon Oil Co.	None		Marathon Oil Co. 100.0000%		0.0000	2.1386

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				OWNER AND PERCENTAGE	ROYALTY		OWNER AND PERCENTAGE	ROYALTY	OWNER AND PERCENTAGE	INTEREST	PRIMARY	SECONDARY
17	N/2 NE/4 Sec. 8, T22S, R37E	80.00	Fee Apr. 13, 1927	Cities Service Oil Co. 6.25000% Penrose Production Co. 4.68750% C.G. Gray 0.78125% Olive A. Gray 0.78125%		Guy R. Zachry	Cities Service Oil Co. 8.20313% Mary C. McNaillen 9.37500%		Guy R. Zachry 38.0282% L.A. Walker 11.2676% W.B. Yarborough 38.0282% Robert N. Haynes 12.6760% Total 100.0000%		0.0000 0.0000 0.0000 0.0000 0.0000	0.8428 0.2497 0.8427 0.2809 2.2161
18	S/2 NE/4 Sec. 8, T22S, R37E	80.00	Fee Apr. 13, 1927	Laura E. Brennan 4.68750% Cities Service Oil Co. 6.25000% Neville G. Penrose Tr. 1.56250%		Pan American Petroleum Corp.		None	Pan American Petroleum Corp. 100.0000%		0.0000	2.7915
19	S/2 Sec. 9, T22S, R37E	320.00	Fee Apr. 28, 1927	Amerada Petroleum Corp. 0.78125% Elizabeth Armstrong 0.19531% V.P. Baker 0.39062% Roy G. Barton 0.21159% Gordon M. Cone 0.06510% Marjorie Cone Kastman, Gdn. of Estate of S.F. Condon 0.26041% Wm. Fleming 0.78125% Vora L. Hartley 0.26856% Roberta Kelley 0.04883% Brady M. Lowe 0.26857% Coy S. Lowe 0.26857% Odell L. Lowe 0.26857% Jack Markham 0.14648% Marshall & Winston Inc. 0.39063% W.M. Osborn 0.02170% John J. Redfern, Jr., Ind. & as Attorney in Fact 0.08409% Rosaland Redfern 0.08409% J.E. Simmons 0.19531% Southern Pet. Explorer, Inc. 1.17189% J.M. Welborn 0.06510% J.S. Tekell 0.19531% Leland Davison & Allie Gayle Davison as Joint Tenants with Right of Survivorship 0.02170%		Humble Oil & Refining Co.	None	Humble Oil & Refining Co. 100.0000%		8.7097	8.3399	

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19			Fee				
(Cont'd)				J.H. Williams 0.26042%			
				Midwest Oil Corp 1.56250%			
				Lyda Greenwood 2.92965%			
				June D. Speight 0.58593%			
				Jerome F. Hanners, Admin. With Will Annexed of the Est. of G.T. Hanners, Decd. 0.78126%			
				Effie Carter 0.09765%			
				Powhatan Carter, Jr 0.04883%			
				Anderson Carter 0.04883%			
20	SW/4 NE/4 Sec. 6, T22S, R37E	40.00	Fee July 9, 1927	The Atlantic Refining Co. 6.25000%	Skelly Oil Company	None	Skelly Oil Co 100
				Billie June Crow 3.12500%			
				Ione M. Grizzle 3.12500%			
21	N/2 SW/4 Sec. 4, T22S, R37E	80.00	Fee July 11, 1927	The Atlantic Refining Co. 0.39063%	Skelly Oil Company	None	Skelly Oil Co 100
				Harry W. Bass 0.21370%			
				Harry W. Bass, Jr. and Richard D. Bass and Peter O'Donnell, Jr. Trs. of Estate of Wilma O. Bass, Decd 0.09191%			
				Champion Oil & Refining Co. 1.21094%			
				Chase Manhattan Bank, Assignee-Argo Prod. Pmt. 7.42187%			
				Bert H. Clifton 0.39062%			
				Jesse W. Clifton 0.39063%			
				Luellen Clifton 0.78125%			
				D.W. Cotton 0.04595%			
				Felmont Oil Corp. 0.48828%			
				Julian W. Glass, Jr. Tr. 0.09765%			
				Pennsylvania Bank & Trust Co., Ex. of A.W. Goal 0.09766%			
				Goldie Holder 0.78125%			
				Phillips Investment Corp. 0.09766%			

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				OWNER AND PERCENTAGE	LESSEE OF RECORD	OWNER AND PERCENTAGE	OWNER AND PERCENTAGE	OWNER AND PERCENTAGE	PRIMARY	SECONDARY	
22	Lot 3, SE/4 NW/4 Sec. 4, T22S, R37E	79.86	Fee July 15, 1927	Olga M. Atwood 0.31250%	Shell Oil Company	None	Shell Oil Co 100.0000%	0.0000	2.2689		
				Clara Louise Brown 0.39063%							
				Marjorie C. Kastman, Gdn. of Estate of S. E. Cone, 1.48437%							
				June D. Speight 0.39062%							
				Leland Davison & Allie Gayle Davison 0.78125%							
				Eunice Cone Gibson 0.07813%							
				J. B. Headley 0.31250%							
				Frances Smyrl Jennings 0.31250%							
				Percy L. Lawrence 0.31250%							
				L. T. Lewis Trust Est. 0.31250%							
				Midwest Oil Corp 1.17188%							
				The Fluor Corp. Ltd. 3.12500%							
				Southern Pet. Explorer, Inc. 2.34375%							
				Grace M. White 0.29296%							
				James G. White 0.29297%							
				Robert K. White 0.29297%							
				J. M. White, Jr 0.29297%							
23-A	N/2 SE/4 & SE/4 SE/4 Sec. 8, T22S, R37E	120.00	Fee Mar 20, 1928 Shell Lease No. 0638-01	Amerada Petroleum Corp. 3.12500%	Shell Oil Company	None	Shell Oil Co 100.0000%	7.5582	5.7862		
				Laura E. Brennan 6.25000%							
				M. W. Coll 3.12500%							
23-B	SW/4 SE/4 Sec. 8, T22S, R37E	40.00	Fee Mar 20, 1928 Shell Lease No. 0638-02	Amerada Petroleum Corp. 3.12500%	Shell Oil Company	None	Shell Oil Co 100.0000%	1.1906	1.5224		
				Laura E. Brennan 5.62500%							
				Wm. Fleming Est 5.6250%							
				E. L. Mobley 0.78125%							
				Mrs. Louise O. Mobley 0.78125%							
				Jacob Malvern 0.31250%							
				F. W. Randall 0.31250%							

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24	Lot 4 Sec. 4, T22S, R37E	39.91	Fee July 9, 1928	Olga M. Atwood 0.31250%	Southern Petroleum Exploration, Inc.	None	Southern Petroleum Inc. 100.0000%
				Marjorie Cone Kastman Permanent Gdn. of the Est. of S.E. Cone 1.48438%			
				June D. Speight 0.78125%			
				Leland Davison and Allie Gayle Davison 0.78125%			
				Eunice Cone Gibson 0.07812%			
				J.B. Headley 0.31250%			
				Frances Smyrl Jennings 0.31250%			
				Percy L. Lawrence 0.31250%			
				L.T. Lewis Trust Estate, Dora L. Sanders Trustee 0.31250%			
				Midwest Oil Corp 1.17188%			
				The Fluor Corp Ltd 3.12500%			
				Grace M. White 0.29296%			
				James G. White 0.29297%			
				Robert K. White 0.29297%			
				J.M. White, Jr 0.29297%			
				Southern Petroleum Inc. 2.34395%			
				The Fluor Corp Ltd 1.56250%	Gulf Oil Corp.	None	Gulf Oil Corp. 100.0000%
				Agnes C. Smith 1.56250%			
				Nathan Appleman 0.39060%			
				Newmont Oil Co 2.34380%			
				June D. Speight 3.90620%			
				Lucille S. West 0.26050%			
				Oscar L. Grimes and Philo W. Grimes, Trs. of C.W. Grimes Trust 0.39060%			
				Lola I. Moulton 0.26040%			
				Ruth C. McMahon 0.26040%			
				Hugh Corrigan 0.78130%			
				J. Patrick Corrigan 0.78120%			

25-A S/2 NW/4 Sec. 5, T22S, 80.00 Fee May 16, 1934
R37E

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								PRIMARY SECONDARY
25-B	Lots 1 & 2 Sec. 5, T22S, R37E	80.08	Fee May 16, 1934	The Fluor Corp. 1.96250% Agnes C. Smith 1.56250% Nathan Appleman 0.39060% Newmont Oil Co 2.34380% June D. Speight 3.90620% Lucille S. West 0.26050% Oscar L. Grimes and Philo W. Grimes, Trs. of C.W. Grimes Trust 0.39060% Lois I. Moulton 0.26040% Ruth C. McMahon 0.26040% Hugh Corrigan Jr 0.78130% J. Patrick Coffey 0.8120%	Gulf Oil Corp.	None	Gulf Oil Corp. 100.0000%	5.5446 2.5532
26-A	NE 1/4 Sec. 9, T22S, R37E	160.00	Fee May 30, 1934	The Atlantic Refining Co. 0.15625% Chase Manhattan Bank, Assignee, Argo Prod. Pmt. 2.96875% Deltex Royalty Co. Inc. 3.51563% Leonard W. Fristoe 0.39062% North Central Oil Corp. 2.73437% L. George Schubert, Gdn. of Est. of Priscilla Susanna Brunson, a minor 2.73438%	Magnolia Petroleum Co.	None	Socony Mobil Oil Co. Inc. 100.0000%	3.6159 4.3029
26-B	NW 1/4 Sec. 10, T22S, R37E	160.00	Fee May 30, 1934	The Atlantic Refining Co. 0.15625% Durwood H. Bradley 0.78125% Chase Manhattan Bank, Assignee, Argo Prod. Pmt. 2.96875% Marjorie Cone Kastman, Gdn. of Estate of S.F. Cone 0.78125% Leonard W. Fristoe 0.39062% Dr. J.T. Krueger 0.39062% O.L. Nislar 0.39063%	Magnolia Petroleum Co.	None	Socony Mobil Oil Co. Inc. 100.0000%	3.2817 4.2969

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				OWNER AND PERCENTAGE	LESSEE OF RECORD	OWNER AND PERCENTAGE	OWNER AND PERCENTAGE	PRIMARY	SECONDARY				
26-B (Cont'd)			Fee May 30, 1934	The Fluor Corp, Ltd. 3.12500% L. George Schubert Cdn. of Est. of Priscilla Susanna Brunson, a minor 2.73438% Hattie Cone Williams 0.78125%									
27-A	SW/4 NE/4 Sec. 4, T22S, R37E	40.00	Fee Oct. 25, 1934	Constance E. Byers 0.97656% Wright E. Cowden 1.56250% Ida Elizabeth Oliver 1.56250% June D. Speight 3.12500% Creed Taylor Huddleston, Jr. 0.26367% Roberta Huddleston 0.15625% Pauline Huddleston Ilgenfrltz 0.26367% Mattie H. James 0.19531% Maggie Osborne 0.09766% The Fluor Corp, Ltd. 2.73438% Virginia P. Seiby, Ind. & Exeg. 1.56250% Constance E. Byers 1.75781% Wright E. Cowden 1.56250% Ida Elizabeth Oliver 1.56250% Creed Taylor Huddleston, Jr. 0.52734% Roberta Huddleston 0.31250% Pauline Huddleston Ilgenfrltz 0.52734% Mattie H. James 0.19531% Maggie Osborne 0.19531% The Fluor Corp, Ltd. 2.73439% Virginia P. Seiby, Ind. & Exec. 1.56250% June D. Speight 1.56250%		Amerada Petroleum Corp. None		City of Eunice, New Mexico 0.20833% Sinclair Oil & Gas Co. 0.78125%		Amerada Petroleum Corp. 100.0000%		0.0000	1.8196
27-B	Lots 1 & 2 and SE/4 NE/4 Sec. 4, T22S, R37E	119.55	Fee Oct. 25, 1934							3.1227	3.7058		

EXHIBIT "B" TO UNIT AGREEMENT
SOUTH PENROSE SKELLY UNIT
LEA COUNTY, NEW MEXICO

REVISED TO BE EFFECTIVE FROM
AND AFTER JUNE 1, 1965.

TRACT NO.	DESCRIPTION OF LAND	NO. OF ACRES	SERIAL NO. AND LEASE DATE	BASIC ROYALTY		OVERRIDING ROYALTY		WORKING INTEREST		PERCENT PARTICIPATION OF TRACT IN UNIT		
				OWNER AND PERCENTAGE	LESSEE OF RECORD	OWNER AND PERCENTAGE		OWNER AND PERCENTAGE		PRIMARY	SECONDARY	
28	Lot 3 Sec. 5, T22S, R3/E	40.19	Fee Oct. 21, 1934	M. H. McGrall Kenneth Downes Selma E. Andrews Albuquerque Natl. Bank, Trust. Trustee of F. A. Andrews, Decd. J. M. R. Lyeth, Jr. & M. L. Lyeth Onez Norman A. N. Etz Albuquerque Natl. Bank Exec. of Est. of Fred Luthy Doris Darks Jettie Irene Vineyard & James L. Vineyard R. M. Krannawitter M. J. Sowell Ross Walker Ronnie Burl J. Paul Carrigan Olivia W. Etz M. W. Coll R. B. Mathews H. G. Watson Maud A. Daughtry Edwin M. Bedford Henry deg. Bedford Charles F. Bedford Rachel Bedford Bowen Ellen Ann Williams Mrs. Dorothy Wilbur Alvin C. Downes Elsie M. Hamon & J. W. Hamon Herman R. Crile Willard Darks	0.39062% 0.01116% 0.41957% 0.36168% 1.40625% 1.40625% 0.78125% 0.78125% 0.58594% 0.13021% 0.29762% 1.04167% 0.14881% 0.44643% 0.05580% 0.14881% 0.29762% 0.06250% 0.06250% 0.06250% 0.06250% 0.13766% 0.14881% 0.29762% 0.19531% 0.13021%	Guy R. Zachry	Alvin C. Downes Elsie M. Hamon & J. W. Hamon Jettie Irene Vineyard & James L. Vineyard R. M. Krannawitter M. J. Sowell Ross Walker R. B. Mathews H. G. Watson Maud A. Daughtry Mrs. Dorothy Wilbur Kenneth Downes Ronnie Burl J. Paul Carrigan	0.29762% 0.59524% 0.59524% 2.08333% 0.29762% 0.89286% 0.11161% 0.29762% 0.59524% 0.27529% 0.02232% 0.11161% 0.07441%	Guy R. Zachry W. B. Yarborough L. A. Walker Robert N. Haynes Total	38.0282% 38.0282% 11.2676% 12.6760% 100.0000%	0.5408 0.1603 0.1803 1.4222	0.7071 0.7072 0.2095 0.2357 1.8595

EXHIBIT "B" TO UNIT AGREEMENT
SOUTH PENROSE SKELLY UNIT
LEA COUNTY, NEW MEXICO

TRACT NO.	DESCRIPTION OF LAND	NO. OF ACRES	SERIAL NO. AND LEASE DATE	BASIC ROYALTY		LESSEE OF RECORD	OVERRIDING ROYALTY		WORKING INTEREST		PERCENT PARTICIPATION OF TRACT IN UNIT	
				OWNER AND PERCENTAGE	LESSOR AND PERCENTAGE		OWNER AND PERCENTAGE	LESSOR AND PERCENTAGE	OWNER AND PERCENTAGE	LESSOR AND PERCENTAGE	PRIMARY	SECONDARY
28 (Cont'd)			Fee Oct. 21, 1934	Max Darks 0.13020% Defiance Coal Co. 58.594% J.B.Headley 0.19531%								
29	SW/4, NW/4, SE/4 Sec. 10, T22S, R37E	200.00	Fee Apr. 9, 1935	The Atlantic Refin- ing Co. 3.90625%	Skelly Oil Co.	None			Skelly Oil Co. 68.7500% The Atlantic Refining Co. 31.2500% Total 100.0000%		5.1035 2.3197 7.4232	2.5090 1.1404 3.6494
30	NE/4, SE/4, SW/4, NW/4 T22S, R37E	40.00	Fee Apr. 19, 1935	Constance E. Byers 3.12500% Hugh Corrigan 1.111% J. Patrick Corrigan 0.78125% June D. Spelght 0.78125% Dr.G.T.Hall 1.56250% Est of Theresa M. Seljmeyer, Dec'd., Ralph Seljmeyer, Exec 0.56250% The Atlantic Refining Co. 3.90625%	Amerada Petrol- eum Corp.	The Atlantic Refin- ing Co. 3.90625% Skelly Oil Co. 3.90625%			Amerada Petroleum Corp. 100.0000%		1.7022	0.4065
31	E/2, NE/4, Sec. 10, T22S, R37E	80.00	Fee Oct. 7, 1935	The Atlantic Refin- ing Co. 0.15630% Bess Yearwood, Tr. for Rose Eaves Trust 3.12500% June D. Spelght 0.78120% Leonard W. Fristoe 0.29290%	Gulf Oil Corp.	None			Gulf Oil Corp. 100.0000%		6.7715	2.9431

EXHIBIT "B" TO UNIT AGREEMENT
SOUTH PENROSE SKELLY UNIT
LEA COUNTY, NEW MEXICO

TRACT NO.	DESCRIPTION OF LAND	NO. OF ACRES	SERIAL NO. AND LEASE DATE	BASIC ROYALTY OWNER AND PERCENTAGE	LESSEE OF RECORD	OVERRIDING ROYALTY OWNER AND PERCENTAGE	WORKING INTEREST OWNER AND PERCENTAGE
35	E/2 SE/4 Sec. 5, T22S, R37E	80.00	Fee Mar. 28, 1936	Sabine Royalty Corp. 1.56250% Emil Mosbacher 0.46870% Newmont Oil Co. 1.17190% J.E. Simmons 1.17190% Midwest Oil Corp. 1.17190% Oscar L. Grimes and Philo W. Grimes, Trs. of C.W. Grimes Trust. 1.17190% Mary S. Sutcliffe 0.19530% North Central Oil Corp. 1.09370% Southern Minerals Corp. 1.66670% Sparks-Healey Co. 0.62500% Ione M. Grizzle 1.02540% Billie June Grizzle Crow 0.34180% Graridge Corp. 0.83330%	Gulf Oil Corp.	None	Gulf Oil Corp. 100.000%
36	SE/4 SW/4 Sec. 4, T22S, R37E	40.00	Fee Apr. 3, 1936	Champlin Oil & Refining Co. 1.21090% D.W. Cotton 0.04590% The Atlantic Refining Co. 0.39060% Harry W. Bass 0.21370% Est. of Wilma O. Bass, Decd. 0.09190% Mrs. Luellen Clifton 0.78130% Bert H. Clifton 0.39060% Jesse W. Clifton 0.39060% Julian W. Glass, Jr. 0.09770% Felmont Oil Corp. 0.48830% Phillips Investment Corp. 0.09770% Goldie Holder 0.78120% The Pennsylvania Bank & Trust Co., Tr. of Est. of Albert Walter Coal 0.09770% Chase Manhattan Bank, Assignee 7.42190%	Gulf Oil Corp.	None	Gulf Oil Corp. 100.000%

EXHIBIT "B" TO UNIT AGREEMENT
SOUTH PENROSE SKELLY UNIT
LEA COUNTY, NEW MEXICO

REVISED TO BE EFFECTIVE FROM
AND AFTER JUNE 1, 1965.

TRACT NO.	DESCRIPTION OF LAND	NO. OF ACRES	SERIAL NO. AND LEASE DATE	BASIC ROYALTY		OVERRIDING ROYALTY		WORKING INTEREST		PERCENT PARTICIPATION OF TRACT IN UNIT	
				OWNER AND PERCENTAGE	LESSEE OF RECORD	OWNER AND PERCENTAGE	OWNER AND PERCENTAGE	OWNER AND PERCENTAGE	OWNER AND PERCENTAGE	PRIMARY	SECONDARY
37	SW/4 NW/4 Sec.4, T22S, R37E	40.00	Fee May 4, 1936	The Fluor Corp. Ltd. 3.12500% Southern Petroleum Exploration, Inc. 2.34370% Marjorie Cone Kastman, Cdn. of S. E. Cone 1.48440% Olga M. Atwood 0.31250% Eunice Cone 0.07810% James G. White 0.29290% Robert K. White 0.29300% J.M. White, Jr. 0.29300% Grace M. White 0.29300% Leland Davison & Allie Gayle Davison 0.78120% J.B. Headley 0.31250% Midwest Oil Corp. 1.17190% T. Lewis 0.31250% Frances Smyr 0.31250% June D. Speight 0.78130% Percy L. Lawrence 0.31250%	Gulf Oil Corp.	None			Gulf Oil Corp. 100.0000%	5.8638	1.8775
38	W/2 SE/4 Sec.4, NW/4 SW/4 Sec.3, T22S, R37E	120.00	Fee Mar. 31, 1937	The Fluor Corp. Ltd. 1.56250% Leonard W. Fristoe 0.97656% The Atlantic Refining Co. 0.15625% Chase Manhattan Bank 2.96875% L. George Schubert, Cdn. of Est. of Priscilla Susanna Brunson a Minor 6.83594%	Sinclair Oil & Gas Co.	None			Sinclair Oil & Gas Co. 100.0000%	2.5642	4.1504
39	SW/4 SW/4 Sec.4 T22S, R37E	40.00	Fee Aug. 26, 1937	The Atlantic Refining Co. 0.58593% Chase Manhattan Bank 1.13282% Harry W. Bass 0.45841% Champion Refining Co. 1.81640% Bert H. Clifton 0.58594%	Tidewater Oil Co.	*Clara Louise Brown 1.56250% *J.C. Clower 3.12500% *June D. Speight 1.56250% *Until production payment in the original amount of \$20,000.00 has been received.			Tidewater Oil Co. 100.0000%	0.0000	0.9187

EXHIBIT "B" TO UNIT AGREEMENT
SOUTH PENROSE SKELLY UNIT
LEA COUNTY, NEW MEXICO

TRACT NO.	DESCRIPTION OF LAND	NO. OF ACRES	SERIAL NO. AND LEASE DATE	BASIC ROYALTY		OVER-RIDING ROYALTY		WORKING INTEREST		PERCENT PARTICIPATION OF TRACT IN UNIT	
				OWNER AND PERCENTAGE	LESSEE OF RECORD	OWNER AND PERCENTAGE	OWNER AND PERCENTAGE	OWNER AND PERCENTAGE	OWNER AND PERCENTAGE	PRIMARY	SECONDARY
39	(Cont'd)		Fee Aug. 26, 1937	Jesse W. Clifton 0.58594%							
				Luellen Clifton 1.17187%							
				D.W.Cotton 0.06893%							
				Felmont Oil Co. 0.73242%							
				Julian W. Glass, Jr. 0.14649%							
				Goldie Holder 1.17187%							
				Phillips Investment Corp. 0.14649%							
				The Pennsylvania Bank & Trust Co., Exec & Tr. of Est. of A.W. Goal 0.14649%							
40	Lot 4 Sec 5 & Lot 1 Sec. 6, T22S, R37E	80.59	Fee Nov. 22, 1937	Albuquerque Natl. Bank, Test. Tr. of F.A. Andrews, Decd. 0.36168%	Two States Oil Co.	Amerada Petroleum Corp. 3.12500%	Southern Petroleum, Inc. 50.0000%	0.0265	1.0096		
				Ronnie Burl 0.05580%		J.Paul Carrigan 0.07440%	Two States Oil Co. 37.5000%	0.0199	0.7572		
				R.B.Mathlews, Jr. 0.05581%		Maud A. Daughtry 0.59524%	J.B.Headley 12.5000%	0.0066	0.2524		
				Selma E. Andrews 0.41957%		Alvin C. Downes 0.29762%	Total 100.0000%	0.0530	2.0192		
				Charles F. Bedford 0.06250%		Kenneth Downes 0.02232%					
				Edwin M. Bedford 0.06250%		Elsie M. Hamon and J.W.Hamon 0.59524%					
				Henry deg. Bedford 0.06250%		R.M.Krannawitter 2.08333%					
				Rachel Bedford Bowen 0.06250%		Ronnie Burl 0.11161%					
				J.Paul Carrigan 0.3720%		R.B.Mathlews, Jr. 0.11161%					
				M.W.Coll 1.56250%		M.J.Sowell 0.29762%					
				Herman R. Crile 0.19531%		Jettie Irene Vineyard & James L. Vineyard 0.59524%					
				Willard Darks 0.13020%		Ross Walker 0.89286%					
				Max Darks 0.13020%		H.G.Watson 0.29762%					
				Doris Darks Mullens 0.13021%		Mrs.Dorothy Wilbur 0.27529%					
				Maud A. Daughtry 0.29762%							
				De lance Coal Co. 0.58594%							
				Alvin C. Downes 0.14881%							
				Kenneth Downes 0.01116%							
				A.N.Etz 0.78125%							
				Olivia W. Etz 0.78125%							
				Elsie M. Hamon & J.W. Hamon 0.29762%							

EXHIBIT "B" TO UNIT AGREEMENT
SOUTH PENROSE SKELLY UNIT
LEA COUNTY, NEW MEXICO

TRACT NO.	DESCRIPTION OF LAND	NO. OF ACRES	SERIAL NO. AND LEASE DATE		BASIC ROYALTY OWNER AND PERCENTAGE		LESSEE OF RECORD		OVERRIDING ROYALTY OWNER AND PERCENTAGE		WORKING INTEREST OWNER AND PERCENTAGE		PERCENT PARTICIPATION OF TRACT IN UNIT	
			Fee	AND	OWNER AND PERCENTAGE	PERCENTAGE	LESSEE OF RECORD	DATE	OWNER AND PERCENTAGE	PERCENTAGE	OWNER AND PERCENTAGE	PERCENTAGE	PRIMARY	SECONDARY
43	Lots 3 & 4 Sec. 3, T22S, R37E	79.47	Fee	19, 1927	Mark W. Owen	4.16666%	Sunray DX Oil Co.		None		Sunray DX Oil Co.	100.00000%	Not Committed as of Unit Effective Date	
					James Madison Owen	4.16666%								
					Francis Marion Stephens, Jr.	1.04167%								
					Wayne Collier Stephens	1.04167%								
					William Owen Stephens	1.04167%								
					Eva Mae Toussaint	1.04167%								
44	N/2 NW/4 Sec. 15, T22S, R37E	80.00	Fee	5, 1926	Jean Rowan Altmelt	0.02610%	Texas Pacific Oil Co.		None		Texas Pacific Oil Co.	50.00000%	Not Committed as of Unit Effective Date	
					The Atlantic Refining Co.	0.31250%					Broseco Corp.	15.83333%		
					Roy G. Barton	0.13020%					John B. Rich	0.83334%		
					The Chase Manhattan Bank, Assignee	5.93750%					Schlo Petroleum Co.	33.33333%		
					Leland Dayison & Alide Gayle	0.11940%					Total	100.00000%		
					The Fluor Corp. Ltd.	0.39060%								
					Felmont Oil Corp.	0.33160%								
					Julian W. Glass, Jr. Trustee	0.07810%								
					Sue Rowan Laughlin	0.02600%								
					C.B. Markham, Sr.	0.19530%								
					Jack Markham	0.16280%								
					North Central Oil Corp.	0.39060%								
					W.M. Osborn	0.11940%								
					Roger B. Owings	0.19530%								
					Phillips Investments Corp.	0.07810%								
					John J. Redfern, Jr., Individually & as Attorney in Fact	0.23870%								
					Rosalind Redfern	0.23870%								
					A.H. Rowan, Ind. Exec. of Est. of Arch H. Rowan, Jr., Decd.	0.02600%								
					June D. Speight	3.12500%								
					J.M. Welborn	0.35810%								

TOTAL UNIT PARTICIPATION

100.0000

100.0000

EXHIBIT "B" TO UNIT AGREEMENT
SOUTH PENROSE SKELLY UNIT
LEA COUNTY, NEW MEXICO

REVISED TO BE EFFECTIVE FROM
AND AFTER JUNE 1, 1965.

TRACT NO.	DESCRIPTION OF LAND	NO. OF ACRES	SERIAL NO. AND LEASE DATE	BASIC ROYALTY OWNER AND PERCENTAGE	LESSEE OF RECORD	OVERRIDING ROYALTY OWNER AND PERCENTAGE	WORKING INTEREST OWNER AND PERCENTAGE	PERCENT PARTICIPA OF TRACT IN UNIT	
								PRIMARY	SECON
	FEDERAL LANDS			840.00 Acres		23.07578% of Unit Area			
	STATE LANDS			40.00 Acres		1.09885% of Unit Area			
	FEE LANDS			2,760.18 Acres		75.82537% of Unit Area			
	TOTAL			3,640.18 Acres		100.00000% of Unit Area			

CERTIFICATION: The undersigned does hereby certify that the foregoing EXHIBIT "B" revised effective as of June 1, 1965, is true and correct according to the knowledge and information available concerning the ownership and commitment status of the various Tracts shown. This revision has been made to correct clerical and numerical errors existing in Tracts 2-B and 5.

GULF OIL CORPORATION

By

Attorney in Fact

Exam Approved
Law Dept.

APPROVED:
Assistant Secretary

STATE OF NEW MEXICO
COUNTY OF CHAVES

The foregoing certification was acknowledged before me this 19th day of July, 1965, by W. B. HOPKINS, Attorney in Fact of GULF OIL CORPORATION, a Pennsylvania corporation, on behalf of said corporation.

My Commission Expires: August 15, 1966

Notary Public



IN REPLY REFER TO:

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

Drawer 1837
Roswell, New Mexico 88201

3118
May 28, 1963

Gulf Oil Corporation
P. O. Box 1938
Roswell, New Mexico

Gentlemen:

Your initial plan covering secondary recovery operations for the South Penrose Skelly unit, Lea County, New Mexico, has been approved on this date subject to like approval by the appropriate State officials.

One approved copy of the plan is enclosed.

Sincerely yours,

(ORIGINAL SENT BY AIR MAIL)
JOHN A. ANDERSON
Regional Oil and Gas Supervisor

cc:
Washington (w/cy of plan)
Hobbs (w/cy of plan)
MIOCC, Santa Fe (ltr. only) ✓
Com. of Pub. Lands, Santa Fe (ltr. only)

OIL CONSERVATION COMMISSION
P. O. BOX 871
SANTA FE, NEW MEXICO

3118

July 27, 1965

C
O
P
Y

Gulf Oil Corporation
P. O. Box 1938
Roswell, New Mexico

Attention: Mr. William V. Kastler

Re: Initial Plan of Operations
South Penrose Skelly Unit
Lea County, New Mexico

Gentlemen:

This is to advise that the New Mexico Oil Conservation Commission has this date approved the Initial Plan of Operation as outlined in your letter dated March 29, 1965 for the South Penrose Skelly Unit, Lea County, New Mexico subject to like approval by the United States Geological Survey and the Commissioner of Public Lands of the State of New Mexico.

Very truly yours,

A. L. PORTER, Jr.,
Secretary-Director

ALP/JEK/og

cc: United States Geological Survey
Drawer 1857
Roswell, New Mexico

Commissioner of Public Lands
Santa Fe, New Mexico

Gulf Oil Corporation

LAW DEPARTMENT

Booth Kellough
DIVISIONAL ATTORNEY
MIDLAND, TEXAS

ATTORNEY ROSWELL
William V. Kastler

P. O. Box 1938
Roswell, N. M. 88201

June 23, 1965

Secretary-Director
New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico

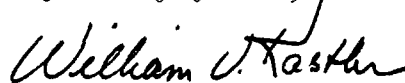
Re: South Penrose Skelly Unit
Lea County, New Mexico

Gentlemen:

In your Order No. R-2789 (Case No. 3118) dated October 21, 1964 you approved the South Penrose Skelly Unit Area and required, among other things, Unit Operator to file with the Commission an executed counterpart of the Unit Agreement within thirty days after the effective date thereof. Gulf Oil Corporation, as Unit Operator, encloses herewith a complete counterpart copy of the Unit Agreement and the Unit Operating Agreement with all certificates, approvals and executions attached.

Although our proposed operations were expressly approved in Order No. R-2794 (Case No. 3119) dated October 29, 1964, the United States Geological Survey has approved our Initial Plan of Operations, subject to like approval by the appropriate State officials. A copy of the initial plan, with U.S.G.S. approval endorsed, is attached hereto with the request that the Oil Conservation Commission grant its approval by separate letter. A similar request is being made of the State Land Office.

Very truly yours,



William V. Kastler

WVK:ejf

Enclosures





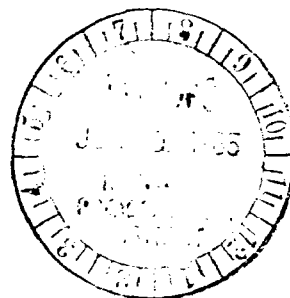
UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

Drawer 1857
Roswell, New Mexico 88201

May 28, 1965

DHH _____
✓ CEM _____
P. H. FWH _____
JCG _____
✓ Rm It _____
DGS _____
/ FILE _____

Gulf Oil Corporation
P. O. Box 1938
Roswell, New Mexico

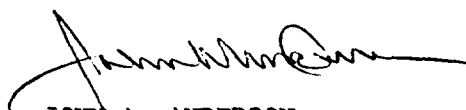


Gentlemen:

Your initial plan covering secondary recovery operations for the South Penrose Skelly unit, Lea County, New Mexico, has been approved on this date subject to like approval by the appropriate State officials.

One approved copy of the plan is enclosed.

Sincerely yours,


JOHN A. ANDERSON
Regional Oil and Gas Supervisor

INITIAL PLAN OF OPERATIONS
SOUTH PENROSE SKELLY UNIT
LEA COUNTY, NEW MEXICO
GULF OIL CORPORATION - OPERATOR

The initial plan of operations which was presented to the New Mexico Oil Conservation Commission (October 13, 1964 Case No. 3119) calls for the injection of water into six pilot injection wells. Approximately 500 barrels of water per well will be injected into the Grayburg formation encountered at an average depth of 3,650 feet.

Injection will be through internally plastic coated tubing below a tension packer to be positioned within a casing liner that will be cemented to case off all but the Grayburg formation.

Water for the project will be obtained by recompleting Gulf's W. M. Binoualt Well No. 2, an existing oil well, situated in Unit E of Section 4, Township 22 South, Range 37 East. The brackish water will be obtained from the San Andres formation at a depth of about 3,900 feet.

Upon successful pilot response Gulf, the Unit Operator, will with Working Interest Owner approval expand the pilot project to a unit-wide 80-acre five-spot operation. At this time a revised plan of operation will be filed for approval by the Supervisor U.S.G.S., State Land Commissioner, and the Oil Conservation Commission.

WML:bc

March 19, 1965

APPROVED MAY 28 1965


Oil & Gas Supervisor

Subject to like approval by the appropriate State officials.

33447 CERTIFICATE OF EFFECTIVENESS
SOUTH PENROSE SKELLY UNIT
LEA COUNTY, NEW MEXICO
EFFECTIVE DATE: JUNE 1, 1965

JUN 4 1965

at 11:10 o'clock A.M.
and Recorded in Book 235
Page 106
JANE RICE, County Clerk
By S. S. Samu, Deputy

WHEREAS, a Unit Agreement, dated November 22, 1963, covering proposed waterflood operations in the South Penrose Skelly Unit Area was approved by the Oil Conservation Commission for the State of New Mexico, the Commissioner of Public Lands for the State of New Mexico and the Director of the United States Geological Survey; and

WHEREAS, said Unit Agreement provides further for the filing of at least one executed counterpart for record in the Office of the County Clerk of Lea County, New Mexico, which said filing has been made as evidenced in Vol. 234 of the Records of Lea County, New Mexico at Page 294 and

WHEREAS, said Unit Agreement further provides that Unit Operator shall, within thirty days after the effective date, file for record in the office where a counterpart of the agreement is recorded a certificate to the effect that said agreement has become effective according to its terms and stating further the effective date; and

WHEREAS, Tract Nos. 10, 11, 12, 15, 42, 43 and 44 were not qualified under Section 13 of said Unit Agreement.

NOW, THEREFORE, Gulf Oil Corporation as Unit Operator does hereby declare and certify that said Unit shall be and is effective with the effective date of June 1, 1965, and that a description of the lands and formations as to which said Unit is effect is as follows:

Township 22 South, Range 37 East, N.M.P.M.
Section 4: Lots 1, 2, 3 and 4, S/2 N/2, SW/4 and W/2 SE/4
Section 5: All
Section 6: Lot 1, S/2 NE/4 and SE/4
Section 7: NE/4
Section 8: All
Section 9: All
Section 10: N/2, SW/4 and N/2 SE/4
Section 17: N/2 NE/4
containing 3,640.18 acres, more or less.

The Unitized Formation shall be the stratigraphic interval underlying the Unit Area extending from the top of the Queen formation to the top of the San Andres formation, as more fully identified and delineated in the Unit Agreement reference to which and the record thereof is here made for all purposes.

IN WITNESS WHEREOF, this certificate is executed this 2nd day of June, 1965, by the undersigned, as Unit Operator.

GULF OIL CORPORATION.

ATTEST:

[Signature]
Assistant Secretary

By [Signature]
Attorney-in-Fact

Form Approved
Law Dept. [Signature]

STATE OF NEW MEXICO
COUNTY OF CHAVES

The foregoing instrument was acknowledged before me this 2nd day of June, 1965, by [Signature], Attorney-in-Fact for GULF OIL CORPORATION, a Pennsylvania corporation, on behalf of said corporation.

[Signature]
Notary Public

My Commission Expires:
My Commission Expires August 15, 1966

[Signature]

33447

March 17, 1965

Gulf Oil Corporation
P. O. Box 1938
Roswell, New Mexico

Attention: Mr. William V. Kastler

Re: South Penrose Skelly Unit
Lea County, New Mexico

Gentlemen:

The Commissioner of Public Lands approved as of March 17, 1965, the South Penrose Skelly Unit, Lea County, New Mexico, subject to like approval by the United States Geological Survey.

Please advise this office upon receiving approval of this Unit Agreement by the United States Geological Survey.

We are handing to Mr. William V. Kastler five Certificates of Approval of South Penrose Skelly Unit which were originally signed by the Commissioner, along with Official Receipt No. 344816 in the amount of Fifty-five (\$55.00) Dollars for the filing fee for the Unit Agreement.

Very truly yours,

GUYTON B. HAYS
COMMISSIONER OF PUBLIC LANDS

BY:
(Mr.) Ted Bilberry, Director
Oil and Gas Department

GBH/mmr/d
Enclosures

cc: United States Geological Survey
P. O. Drawer 1857, Roswell, New Mexico
Attention: Mr. John A. Anderson

**BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO**

**IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:**

CASE No. 3118
Order No. R-2789

**APPLICATION OF GULF OIL CORPORATION
FOR APPROVAL OF THE SOUTH PENROSE
SKELLY UNIT AGREEMENT, LEA COUNTY,
NEW MEXICO.**

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on October 13, 1964, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 21st day of October, 1964, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Gulf Oil Corporation, seeks approval of the South Penrose Skelly Unit Agreement covering 4399.65 acres, more or less, of State, Federal and Fee lands described as follows:

LEA COUNTY, NEW MEXICO

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM

Section 3: Lots 3 and 4, SW/4 NW/4 and NW/4 SW/4
Section 4: Lots 1, 2, 3 and 4, S/2 N/2, SW/4 and
W/2 SE/4

Section 5: All

Section 6: Lot 1, S/2 NE/4 and SE/4

Section 7: NE/4

Section 8: All

Section 9: All

Section 10: N/2, SW/4 and N/2 SE/4

Section 15: N/2 NW/4

Section 16: N/2, N/2 SW/4, N/2 SE/4 and SE/4 SE/4

Section 17: N/2 NE/4, SE/4 NE/4 and NE/4 SE/4

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CASE No. 3118

Order No. R-2789

(3) That approval of the proposed unit agreement should promote the prevention of waste and the protection of correlative rights within the unit area.

IT IS THEREFORE ORDERED:

(1) That the South Penrose Skelly Unit Agreement is hereby approved.

(2) That the plan contained in said unit agreement for the development and operation of the unit area is hereby approved in principle as a proper conservation measure, provided, however, that notwithstanding any of the provisions contained in said unit agreement, this approval shall not be considered as waiving or relinquishing, in any manner, any right, duty, or obligation which is now, or may hereafter be, vested in the Commission to supervise and control operations for the exploration and development of any lands committed to the unit and production of oil or gas therefrom.

(3) That the unit operator shall file with the Commission an executed original or executed counterpart of the unit agreement within 30 days after the effective date thereof; that in the event of subsequent joinder by any party or expansion or contraction of the unit area, the unit operator shall file with the Commission within 30 days thereafter counterparts of the unit agreement reflecting the subscription of those interests having joined or ratified.

(4) That this order shall become effective upon the approval of said unit agreement by the Commissioner of Public Lands for the State of New Mexico and the Director of the United States Geological Survey; that this order shall terminate ipso facto upon the termination of said unit agreement; and that the last unit operator shall notify the Commission immediately in writing of such termination.

(5) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.



STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

Jack M. Campbell
JACK M. CAMPBELL, Chairman

E. S. Walker
E. S. WALKER, Member

A. L. Porter, Jr.
A. L. PORTER, Jr., Member & Secretary

**BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO**

**IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:**

CASE No. 3118
Order No. B-2780

**APPLICATION OF GULF OIL CORPORATION
FOR APPROVAL OF THE SOUTH PENROSE
SKELLY UNIT AGREEMENT, LEA COUNTY,
NEW MEXICO.**

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on October 13, 1964, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 21st day of October, 1964, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Gulf Oil Corporation, seeks approval of the South Penrose Skelly Unit Agreement covering 4339.65 acres, more or less, of State, Federal and Fee lands described as follows:

LEA COUNTY, NEW MEXICO

TOWNSHIP 22 SOUTH, RANGE 17 EAST, 10TH

Section 3: Lots 1 and 4, SW/4 NW/4 and NW/4 SW/4
Section 4: Lots 1, 2, 3 and 4, S/2 N/2, SW/4 and
N/2 SE/4

Section 5: All

Section 6: Lot 1, S/2 NE/4 and SE/4

Section 7: NE/4

Section 8: All

Section 9: All

Section 10: N/2, SW/4 and N/2 SE/4

Section 15: N/2 NW/4

Section 16: N/2, N/2 SW/4, N/2 SE/4 and SE/4 SE/4

Section 17: N/2 NE/4, SE/4 NE/4 and NE/4 SE/4

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CASE No. 3118
Order No. A-2789

(3) That approval of the proposed unit agreement should promote the prevention of waste and the protection of correlative rights within the unit area.

IT IS THEREFORE ORDERED:

(1) That the South Penrose Shelly Unit Agreement is hereby approved.

(2) That the plan contained in said unit agreement for the development and operation of the unit area is hereby approved in principle as a proper conservation measure, provided, however, that notwithstanding any of the provisions contained in said unit agreement, this approval shall not be considered as waiving or relinquishing, in any manner, any right, duty, or obligation which is now, or may hereafter be, vested in the Commission to supervise and control operations for the exploration and development of any lands committed to the unit and production of oil or gas therefrom.

(3) That the unit operator shall file with the Commission an executed original or executed counterpart of the unit agreement within 30 days after the effective date thereof; that in the event of subsequent joinder by any party or expansion or contraction of the unit area, the unit operator shall file with the Commission within 30 days thereafter counterparts of the unit agreement reflecting the subscription of those interests having joined or ratified.

(4) That this order shall become effective upon the approval of said unit agreement by the Commissioner of Public Lands for the State of New Mexico and the Director of the United States Geological Survey; that this order shall terminate ipso facto upon the termination of said unit agreement; and that the last unit operator shall notify the Commission immediately in writing of such termination.

(5) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

JACK N. CAMPBELL, Chairman

E. S. WALKER, Member

A. L. PORTER, Jr., Member & Secretary

S E A L

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