CC - OCC - HAMPA CC - OCC - HAMPA OFFICE OCC HAMPA OFFICE OCC NSP-378 Out 11/11/12 PETROLEUM AND ITS PRODUCTS GULF;OIL CORPORA P.O. DRAWER 1290 FORT WORTH 1, TEXAS B. E. THOMPSON OF MANAGER FORT WORTH

October 18, 1956

PRODUCTION DIVISION

Re: Application for 320-Acre Non-Standard Gas Proration Unit, Eumont Gas Pool, Comprising N/2 of Section 16, T-22S, R-37-E. Lea County. New Mexico

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

Gentlemen:

nmt nejt

Gulf Oil Corporation hereby makes application for approval of a non-standard gas proration unit comprising N/2 of Section 16, T-22-S, R-37-E, Lea County, New Mexico, and in support thereof states the follow ing facts:

Gulf Oil Corporation is owner and Two States Oil Company is (1)operator of an oil and gas lease known as its R. E. Cole "B" Lease, Lea County, New Mexico, as shown on the attached plat.

Gulf Oil Corporation proposes that the above described acreage be established as a non-standard 320-acre gas proration unit in exception to Rule 5(a) of Order R-520.

T-22-S, R-37-E, lea County, New Mexico, was completed April 11, 1954, as a gas well. The applicant proposes to use this well as the unit well. (3)

(4) 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:

- Contiguous quarter-quarter sections will comprise the unit.
- The proposed unit lies wholly within a single governmental section.

PB Connection well now a gas well in Rouse 1954

on 12/1/56:

- (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 Two States Oil Company is the operator of all the acreage comprising the proposed unit as shown on the attached plat, and 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 to form the proposed non-standard gas proration unit. (See attached affidavit.)
- (5) The approval of this application for a 320-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 above described non-standard gas proration unit.

Respectfully submitted,

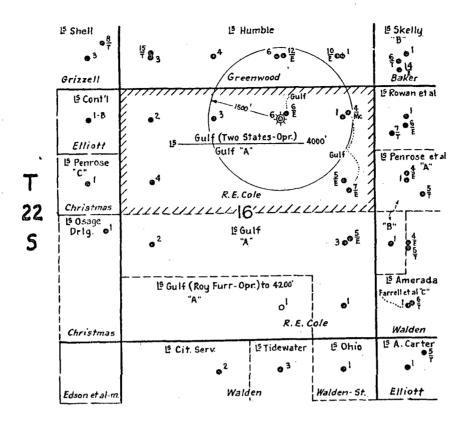
GULF OIL CORPORATION

cc: Registered Mail - Return Receipt Requested:

Humble Oil & Refining Company Attn: Mr. R. S. Dewey Box 1600 Midland, Texas

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

Two States Oil Company Attn: Mr. J. C. Crain 528 Wilson Building Dallas, Texas



GULF OIL CORPORATION
FORT WORTH PRODUCTION DIVISION
Scale 1" - 2,000'

Plat Accompanying Application for 320-Acre Non-Standard Gas Unit (Eumont Gas Pool)

R. E. Cole "B" Lease Gulf' - Lease Owner Two States - Operator

STATE OF TEXAS COUNTY OF TARRANT BEFORE ME, the undersigned authority, on this day personally J. R. SHERMAN, Division Gas Engineer 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 October 18, 1956, are true and correct and that copies of such Application were duly deposited on October /8, 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. SUBSCRIBED AND SWORN to before me by the said _J. R. Sherman this /8 day of _______, 195_6, to certify which witness my hand and seal of office.

Notary Public in and for Tarrant County, Texas

My Commission Expires:

June 1, 1957