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PETROLEUM AND ITS PRODUCTS

GULF OIL CORPORATION

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

GORDON H. FISHER DIVISION PRODUCTION MANAGER

73-5 a

December 15, 1954

FORT WORTH PRODUCTION DIVISION

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

Attention: Mr. W. B. Macey, Secretary-Director

Re: Application of Gulf Oil Corporation for an Exception to Rule 309 to Apply to their Harry Leonard G Lease, Dollarhide-Drinkard Oil Pool, Lea County, New Mexico

Gentlemen:

Gulf Oil Corporation herewith makes application for an exception to Rule 309 of the Rules and Regulations of the New Mexico Oil Conservation Commission requesting permission to produce more than eight wells into the existing tank battery on Gulf's Harry Leonard G Lease in the Dollarhide-Drinkard Oil Pool, composed of the W/2 of the NW/4, and the SW/4 of Section 33, T-24-S, R-38-E, and the NW/4 of Section 4, T-25-S, R-38-E. In support of this request, Gulf Oil Corporation states the following:

- (1) That all of the Harry Leonard G Lease described above has the same royalty interest.
- (2) That the existing battery on the Harry Leonard G Lease now handles production from nine Drinkard wells, temporary approval of which was granted by Commission letter dated September 27, 1954. A possible tenth and final well will be drilled in the near future.
- (3) That the central tank battery will have adequate facilities to permit taking of all required tests.
- (4) That the granting of this application will result in substantial savings in steel, reduce the costs of operation and maintenance, prevent waste, and protect correlative rights.

Therefore, Gulf Oil Corporation respectfully requests that the New Mexico Oil Conservation Commission set a certain day upon which this matter may be heard, and after said hearing grant permission for applicant to utilize the existing battery for storage of production from the ninth well completed October 14, 1954, and a tenth and final well which may be drilled on the above mentioned lease.

Yours very truly,

et. H. Fisher.

G. H. FISHER