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

May 11, 1955

Re: Application for 320-Acre
Non-Standard Gas Proration Unit,
Jalmat Gas Pool, Comprising the
S/2 Section 16, T25S, R37E,
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 S/2 Section 16, T25S, R37E, 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 the Arnott Ramsay "E" Lease, a portion of which is above described.
- (2) The Arnott Ramsay "E" #2 located 660 feet from the south line and 1980 feet from the east line, Section 16, T25S, R37E, Lea County, New Mexico, was completed February 14, 1940, at a depth of 3153 feet in the present Jalmat Gas Pool. The applicant proposes to use this well as the Unit well.
- (3) 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) By copy of this letter of application all operators owning interests 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.)

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 provation unit.

Respectfully submitted,

GULF OIL CORPORATION

Division Production Manager

cc: Registered Mail - Return Receipt Requested:

Leonard Oil Company Box 872 Roswell, New Mexico

Argo Oil Corporation Route 2, Box A-125 Midland, Texas

cc: Oil Conservation Commission Box 2045 Hobbs, New Mexico