

PETROLEUM AND ITS PRODUCTS

GULF OIL CORPORATION

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

B. E. THOMPSON DIVISION PRODUCTION MANAGER

July 21, 1955

FORT WORTH PRODUCTION DIVISION

Re: Application for 480-Acre Non-Standard Gulf-Stanolind Gas Proration Unit, Eumont Gas Pool, Comprising the S/2 of the NW/4 of Section 34, T-20-S, R-37-E, Lea County, New Mexico

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

Gentlemen:

On December 7, 1954, Gulf Oil Corporation made written application to the New Mexico Oil Conservation Commission for approval of a 320-acre non-standard gas proration unit in the Eumont Gas Pool comprising the S/2of Section 34, T-20-S, R-37-E, Lea County, New Mexico, to be assigned to its Bell-Ramsay State Well No. 11. On January 10, 1955, by Administrative Order NSP-63 the Commission authorized the operation of this non-standard gas proration unit.

Stanolind Oil and Gas Company and Gulf Oil Corporation contemplate entering into gas pooling and unit operating agreements covering the S/2 of the NW/4 of Section 34, T-20-S, R-37-E, Lea County, New Mexico. These agreements will be consummated after Commission approval of the 480-acre nonstandard gas proration unit being requested by this application.

Therefore, Gulf Oil Corporation hereby submits application for the above-described 480-acre non-standard gas proration unit to be assigned to its Bell-Ramsay State Well No. 11 in the Eumont Gas Pool. It is respectfully requested that the Commission place this matter on its Docket for the next regular Statewide Hearing.

The following facts are offered in support of this application:

(1) Gulf Oil Corporation is the owner and operator of an oil and gas lease known as its Bell-Ramsay State Lease, located in the S/2 of Section 34, T-20-S, R-37-E, Lea County, New Mexico. Stanolind Oil and Gas Company is the owner and operator of an oil and gas lease known as its D. Turland Lease, a portion of which is located in the NW/4 of Section 34, T-20-S, R-37-E, Lea County, New Mexico. These two leases comprise the proposed 480-acre non-standard gas proration unit described above. (2) Gulf Oil Corporation proposes that the S/2 and NW/4 of Section 34, T-20-S, R-37-E, Lea County, New Mexico, be established as a non-standard 480-acre gas proration unit in exception to Rule 5(a) of the New Mexico Oil Conservation Commission's Order No. R-520.

(3) Gulf Oil Corporation's Bell-Ramsay State Well No. 11, located 1650 feet from the south line and 2310 feet from the east line of Section 34, T-20-S, R-37-E, Lea County, New Mexico, was completed on June 21, 1954, at a depth of 3680 feet as a gas well in the Eumont Gas Pool and is producing from the open hole interval 3534 to 3680 feet, which is within the vertical limit of said gas pool as defined in the New Mexico Oil Conservation Commission's Order No. R-520. The applicant proposes to use this well as the unit well.

(4) No other Eumont gas well is completed on the 480-acre proration unit proposed under this application.

Respectfully submitted,

GULF OIL CORPORATION

on Manager

cc: Oil Conservation Commission
P. O. Box 2045
Hobbs, New Mexico
Attention: Mr. A. L. Porter, Jr.