



PETROLEUM AND ITS PRODUCTS

GULF OIL CORPORATION

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

B. E. THOMPSON
DIVISION PRODUCTION MANAGER

December 30, 1955

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
Chaves-State "BM" Lease, Caprock-Queen Pool,
Chaves 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 Chaves-State "BM" Lease, Caprock-Queen Oil Pool, Chaves County, New Mexico. The portion of the Chaves-State "BM" Lease covered in this application is composed of the N/2 of the NW/4, the W/2 of the NE/4, the SE/4 of the NW/4, the SW/4, the SE/4 of the SE/4, all in Section 23; the NW/4 of the NE/4 of Section 26, all in T-13-S, R-31-E. In support of this request, Gulf Oil Corporation states the following:

- ✓ (1) That all of the Chaves-State "BM" Lease described above has the same royalty interest.
- ✓ (2) That the existing battery, located in the SE/4 of the NW/4 of Section 23, now handles production for eight Caprock-Queen Pool wells. The ninth well was completed December 22, 1955. Two more wells are presently being drilled, making a maximum of eleven wells that will be handled by this battery.
- ✓ (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.

Case 1012
Examined by
Holt on 10/11/56
12/1/56

Mr. 3
Lester
wells

New Mexico Oil
Conservation Commission

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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 December 22, 1955, and wells that are presently being drilled, the maximum to be eleven wells.

Respectfully submitted,

GULF OIL CORPORATION

By: 
Division Production Manager

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