

In reply refer to:
Unit Division

May 2, 1960

C
O
P
Y
Gulf Oil Corporation
P. O. Box 469
Law Department
Roswell, New Mexico

Re: Proposed North Caverns Unit,
Eddy County, New Mexico

Dear Mr. Kastler:

Please be advised that after consideration by the Unit Division and our attorney Mr. Leonard Levy, we are approving Gulf's North Cavern Unit as to form and context.

We have also received concurrence from Mr. Ed Buck, our geologist.

The Commissioner of Public Lands will issue certificates of approval for the North Caverns Unit Area, Eddy County, New Mexico, upon receiving a copy of the unit agreement as ratified to by the working interest owners, and a copy of the operating agreement; and further a written or oral order of approval from the Oil Conservation Commission, issued on Case No. 1960 to be heard under Examiners Hearing May 11, 1960.

Very truly yours,
MURRAY E. MORGAN
Commissioner of Public Lands

BY:
Ted Bilberry, Supervisor
Oil and Gas Division

MEM/MMR/m

cc:

OCC-Santa Fe
USGS-Roswell

April 8, 1960

(Vase)
1960

Secretary-Director
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Re: In the Matter of the Application of
Gulf Oil Corporation for the approval
of the Unit Agreement for the develop-
ment and operation of the North Caverns
Unit Area, Eddy County, New Mexico.

Dear Sir:

Gulf Oil Corporation respectfully herein requests the Com-
mission's approval of the North Caverns Unit Agreement, copies of
which are attached hereto, on the grounds that the proposed unit
plan will in principle tend to promote the conservation of oil and
gas and the prevention of waste. In support of its application,
Gulf states as follows:

1. That the Unit Area shall be:

T-22-S, R-24-E, N.M.P.M.

Sec. 26: S/2
27: S/2
34: All
35: All

T-23-S, R-24-E, N.M.P.M.

Sec. 1: W/2
2: All
3: All
10: All
11: All
12: W/2
14: N/2, SW/4, W/2 SE/4
15: All

containing 6,302.63 acres, more or less.

2. That the Unit Area may by the terms and provisions of
the Unit Agreement be enlarged or contracted as pro-
vided but that the administrative approval for any ex-
pansion or contraction of the Unit Area must also be
obtained from the Secretary-Director of the Oil Conser-
vation Commission.
3. That the Unit Operator shall file with the Commission
an executed original or an executed counterpart of the

Secretary-Director
New Mexico Oil Conservation Commission
April 8, 1960
Page 2

North Caverns Unit Agreement within 30 days after the effective date thereof.

4. That any party owning rights in the unitized substances who does not commit such rights to said Unit Agreement before the effective date thereof may thereafter become a party thereto by subscribing to such agreement or counterpart thereof or by ratifying the same. The Unit Operator shall file with the Commission within 30 days an original of any such counterpart or ratification.
5. That the Order of the Commission should become effective upon the approval of said Unit Agreement by the Director of the United States Geological Survey and the Commissioner of Public Lands for the State of New Mexico, and shall terminate ipso facto upon the termination of said Unit Agreement. The last Unit Operator shall immediately notify the Commission in writing of such termination.

The Unit test well is located in the NW/4 of the SW/4 of Section 11-23S-24E. The well is projected to a depth adequate to test the Devonian formation, not to exceed 11,750 feet.

Gulf Oil Corporation has previously obtained a preliminary designation of Unit Area from the Acting Director of the United States Geological Survey, a verifax copy of which is attached hereto.

It is requested that this matter be set for hearing before an examiner at an early date.

Respectfully submitted,

GULF OIL CORPORATION

By William V. Kastler
William V. Kastler

WVK:ejl

Enclosures

April 8, 1960

Secretary-Director
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

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15: All

containing 6,302.63 acres, more or less.

2. That the Unit Area may by the terms and provisions of the Unit Agreement be enlarged or contracted as provided but that the administrative approval for any expansion or contraction of the Unit Area must also be obtained from the Secretary-Director of the Oil Conservation Commission.
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New Mexico Oil Conservation Commission
April 8, 1960
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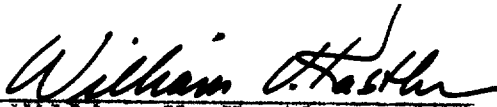
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Respectfully submitted,

GULF OIL CORPORATION

By


William V. Kastler

WVK:ej1

Enclosures

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

May 13, 1960

Mr. Bill Kastler
Gulf Oil Corporation
Box 669
Roswell, New Mexico

Dear Mr. Kastler:

We enclose herewith two copies of Order R-1673
in Case No. 1960 issued today by the Oil Conserva-
tion Commission.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

lr/

Enclosures: (2)

*C. H. H. to
G. H. H.*



PETROLEUM AND ITS PRODUCTS

ROSWELL DISTRICT

W. A. SHELLSHEAR
District Manager

F. O. MORTLOCK
District Exploration Manager

M. I. TAYLOR
District Production Manager

G. A. PRICE
District Services Manager

GULF OIL CORPORATION

P. O. DRAWER 669 • ROSWELL, NEW MEXICO

September 21, 1960

Northern Natural Gas Producing Company
2223 Dodge Street
Omaha 1, Nebraska
Attention: Mr. D. H. McArthur

Texaco Seaboard, Inc.
Post Office Box 3109
Midland, Texas
Attention: Mr. R. T. Maxwell

Phillips Petroleum Company
Bartlesville, Oklahoma
Attention: Mr. J. F. Kington

Hondo Oil & Gas Company
Post Office Box 660
Roswell, New Mexico
Attention: Mr. H. E. Harrington

The Superior Oil Company
218 West Illinois Street
Midland, Texas
Attention: Mr. R. K. Patterson

Mr. A. C. Holder
Post Office Box 1476
Lovington, New Mexico

Tidewater Oil Company
Post Office Box 1404
Houston 1, Texas
Attention: Mr. Everett W. Hargrave, Jr.

Gentlemen:

Re: Termination of North Caverns Unit
(Federal), Eddy County, New Mexico

On or about June 13, 1960, our Mr. Cavanaugh furnished each of you the necessary instruments to complete your file in the formation of the North Caverns (Federal) Unit, and at that time Mr. Cavanaugh was in the process of having the necessary instrument executed by each of you for the termination of the North Caverns Unit.

We now enclose for the completion of your file one copy of the request for the termination of the North Caverns (Federal) Unit and two additional copies of the same instrument that has been approved by the Commissioner of Public Lands and the Director of the United States Geological Survey making the termination of the North Caverns (Federal) Unit effective as of July 1, 1960. You will note that carbon copies of this letter are being sent to the respective District Offices with one copy each of the approved termination instrument.

With these instruments we trust that your file is now complete and that the unavoidable delay has not caused you too great an inconvenience.

Yours very truly,



F. E. Curtis, Jr.
District Landman

JPC:hs
Attachments

cc: Northern Natural Gas Producing Company
400 Union Building
Midland, Texas
Attention: Mr. R. Willingham, Jr.

Phillips Petroleum Company
Permian Building
Midland, Texas
Attention: Mr. Worth E. Whitworth

Tidewater Oil Company
Post Office Box 1231
Midland, Texas
Attention: Mr. J. R. Creswell

Texaco Seaboard, Inc.
V & J Tower Building
Midland, Texas
Attention: Mr. R. R. Farris.