

been encountered, none of which appear to be the fault of any party involved. That the matter is still under active consideration and until such negotiations have been exhausted, or reasonably exhausted, Gulf seeks to avoid the necessity of asking the Oil Conservation Commission to determine the allocation of investment costs necessarily involved in any force pooling order.

4. That pending the negotiations and settlement of a communitization agreement, all of which are being carried on in good faith, Gulf Oil Corporation respectfully submits that the SW/4 SE/4 of Section 23, above described should not be rendered non-productive by the ipso facto termination of Order No. R-1726, for such result would not be in conformity with the protection of correlative rights.

5. That in the event negotiations have not resulted in a presentable plan of communitization, before the expiration of 120 days from August 4, 1962, Gulf Oil Corporation will either file an application for the forced pooling of the SW/4 SE/4 of Section 23 with the remaining lands in the SE/4 of Section 23, Township 22 South, Range 37 East, or seek a further extension of Order No. R-1726, if the same appears to be warranted under the circumstances then existing.

6. Copies of this Application have this day been mailed to Union Texas Natural Gas Corporation at P. O. Box 196, Midland, Texas and its office situated in the Liberty Bank Building, Oklahoma City 2, Oklahoma; to Pan American Petroleum Corporation at P. O. Box 268, Lubbock, Texas; and to Frankfort Oil Company at P. O. Box 747, Dallas 21, Texas.

WHEREFORE, Applicant requests a hearing before an examiner at the earliest possible date in order to present evidence of its negotiations and supporting its allegations herein so that the Oil Conservation Commission may, upon proper findings of fact and conclusions of law, enter its order extending Order No. R-1726 for a

period not to exceed 120 days from August 4, 1962, or such further order or extensions as it may deem appropriate.

Respectfully submitted this 13th day of July, 1962.

GULF OIL CORPORATION

By William V. Kastler
William V. Kastler
Attorney