

Gulf Oil Corporation

ROSWELL PRODUCTION DISTRICT

1960 SEP 2 AM 8:41

W. A. Shellshear
DISTRICT MANAGER
F. O. Mortlock
DISTRICT EXPLORATION
MANAGER
M. I. Taylor
DISTRICT PRODUCTION
MANAGER
G. A. Price
DISTRICT SERVICES MANAGER

P. O. Drawer 669
Roswell, New Mexico

August 31, 1960

Oil Conservation Commission
State of New Mexico
Post Office Box 871
Santa Fe, New Mexico

Gentlemen:

Re: Application for Approval of ACT
System for Devonian Production,
Gladiola Pool, underlying Gulf's
Lea-State "AV" Lease, NW/4 Section
19, T-12-S, R-38-E, Lea County,
New Mexico

Gulf Oil Corporation herewith makes application for exception to the applicable Rules and Regulations of the New Mexico Oil Conservation Commission to install and operate automatic custody transfer equipment for Devonian production on the subject lease.

Gulf will request exception to NMOCC's Rule 309 (a) which requires measurement of oil in tanks before such oil is transported from the lease.

In support of this application, Gulf Oil Corporation states the following:

- (A) Applicant is the owner and operator of the Lea-State "AV" Lease, which consists of the NW/4 of Section 19, T-12-S, R-38-E, Lea County, New Mexico. Lease plat is attached.
- (B) There is no diversity of royalty ownership underlying the above described lease.
- (C) The proposed ACT installation will have adequate facilities for all required tests and will result in efficient accounting of crude oil transferred to the pipeline gathering system.
- (D) The granting of this application is in the interest of conservation and will protect correlative rights.
- (E) By copy of this letter, all offset operators and the pipeline concerned are notified of this application.



Service Pipe Line Company
Pan American Petroleum Corporation Building
1628 - 19th Street
Lubbock, Texas

Gulf Oil Corporation respectfully requests that this matter be set for Examiner Hearing at an early date.

Respectfully submitted,

GULF OIL CORPORATION

By:



W. A. Shellshear

JHH:hs

Attachment

cc: Oil Conservation Commission
Post Office Box 2045
Hobbs, New Mexico

Sinclair Oil & Gas Company
Post Office Box 1470
Hobbs, New Mexico

Pan American Petroleum Corporation
Post Office Box 68
Hobbs, New Mexico

Texas Crude Oil Company
1201 V & J Tower
Midland, Texas

J. D. Hancock Oil Company, Ltd.
Post Office Box 1578
Midland, Texas

Service Pipe Line Company
Pan American Petroleum Corporation Building
1628 - 19th Street
Lubbock, Texas