Gulf Oil Exploration and Production Company

R. C. Anderson PRODUCTION MANAGER HOBBS AREA December 20, 1982

P. O. Box 670 Hobbs, NM 88240

Mr. Joe D. Ramey Oil Conservation Commission P. O. Box 2088 Santa Fe, NM 87501

Re: Application for an 80-acre Non-Standard Gas Proration Unit, Eumont Gas Pool, Comprising the S/2 of SE/4 of Sec 7-T19S-R37E, Lea County, New Mexico

Dear Sir:

Gulf Oil Corporation requests administrative approval for an 80-acre nonstandard gas proration unit in the Eumont Gas pool comprising the S/2 of SE/4 of Sec 7-T19S-R37E, Lea County, New Mexico, to be assigned to Gulf's C. H. Kyte No. 2 well. In support thereof Gulf Oil Corporation states the following facts:

- The proposed non-standard gas proration unit will meet the requirements of Rule 5(c) of the Oil Conservation Commission Order No. R-1670 as follows:
 - a. The proposed non-standard 80-acre proration unit consists of less acreage than a standard 640-acre proration unit.
 - b. The non-standard gas 80-acre proration unit consists of contiguous quarter-quarter sections.
 - c. The non-standard 80-acre proration unit lies wholly within a single government section in the Eumont Gas pool with 640-acre standard proration units.
 - d. The entire non-standard 80-acre gas proration unit may be reasonably presumed to be productive of gas from the Eumont pool.
 - e. The length or width of the non-standard gas proration unit does not exceed 5280 feet.
 - f. This letter will serve as notification to all operators owning interest in the section containing the proposed non-standard 80-acre proration unit and all operators within 1500 feet of the C. H. Kyte No. 2 well.

