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October 10, 1955

Request for Allocation  
of Gas Allowable to 320  
Acre Non-Standard Gas  
Proration Unit, Eumont  
Gas Pool, Comprising 1/2  
E/2 and 1/2 1/2 of Sec-  
tion 14-21S-36E, Lea  
County, New Mexico.  
Gulf Leases Nos. 15719  
and 30606

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

Dear Sir:

Please refer to our letter to you dated September 14, 1955, whereby we requested that Gulf Oil Corporation's H. C. Collins Well No. 4 located in the NE/4 SW/4 of Section 14, Township 21 South, Range 36 East, Lea County, New Mexico, being the unit gas well for the captioned unit, be placed upon the gas proration schedule, effective immediately and that an allowable be allocated to it based upon the 320 acre unit in the Eumont Gas Pool.

Since Gulf Oil Corporation, Skelly Oil Company, and Texas Gulf Producing Company jointly own all of the working interest under the two fee oil and gas leases covering all of the 320 acres in the subject gas unit and said acreage is operated for oil and gas under the terms of an existing Unit Operating Contract, dated January 3, 1936, which provides that Gulf Oil Corporation will be Operator for the unit, we are of the opinion that the working interest in the subject gas unit is effectively communitized and no additional instrument of agreement is necessary. The royalty interests under the two leases are, according to our records, identical and for this reason, we believe no other instrument is needed to effectively communitize such royalty interests for the purposes of the gas unit.

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