

- (4) Gulf Oil Corporation is the co-owner and operator of the Eunice Unit Well No. 1 located 1980 feet from the west and south lines of Section 19, T-21-S, R-37-E, Lea County, New Mexico, which was completed December 5, 1958, as a gas well in the Eumont Gas Pool. The applicant proposes to use this well as the unit well.
- (5) The proposed 307.48-acre non-standard gas proration unit will meet the requirements of Rule 5 (b) of the Oil Conservation Commission Order No. R-520 as follows:
- (a) Contiguous quarter-quarter sections will comprise the unit.
 - (b) The proposed unit lies wholly within a single governmental section.
 - (c) All acreage within the proposed unit may reasonably be presumed productive of gas.
 - (d) The length or width of the proposed unit does not exceed 5280 feet.
 - (e) By copy of this letter of application, all operators owning interest in the section in which the proposed unit is located and all operators within 1500 feet of the proposed unit well are notified by registered mail of the intent of Gulf Oil Corporation to form the proposed non-standard gas proration unit. (See attached affidavit.)
- (6) The approval of this application for a 307.48-acre non-standard gas proration unit will, in the opinion of the applicant, prevent waste, protect correlative rights and serve the best interest of conservation.

In view of the existence of the facts herein stated and compliance with the provisions of Rule 5 (b) of the Oil Conservation Commission's Order No. R-520, Gulf Oil Corporation requests that the Secretary of the Commission approve the formation of the 307.48-acre unit, above described, to become effective as soon as possible.

Respectfully submitted,

GULF OIL CORPORATION

By *[Signature]*

Division Production Coordinator