Gulf Energy and Minerals Company-U.S.

SOUTHWEST DIVISION HOBBS AREA

C. D. Borland AREA PRODUCTION MANAGER

August 30, 1977

P. O. Box 670 Hobbs, NM 88240

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

Dear Sir:

Gulf Oil Corporation is the operator of a 480-acre non-standard proration unit, NSP-944, consisting of the E/2 and the SW/4 of Section 22-T21S-R36E, Lea County, New Mexico, in the Eumont Gas pool. The unit's wells are the Harry Leonard (NCT-A) Well No. 3, located 660'FNL and 1980'FEL; and Well No. 7, located 660'FSL and 660'FWL, Section 22-T21S-R36E.

Gulf Oil Corporation requests your administrative approval for an unorthodox location for, and to simultaneously dedicate Eumont Gas production from the Harry Leonard (NCT-A) Well No. 12, located 990'FSL and 660'FEL Section 22. This well was recently reclassified from an oil well to a gas well in the Eumont pool.

In support of this application, the following facts are submitted:

- The special field rules, Order No. R-1670, which govern the Eumont Gas pool, require (1)that the well be located not closer than 660' from the nearest side boundary nor 1980' from the nearest end boundary nor closer than 330' from any quarter-quarter section or subdivision inner boundary of the 480-acre proration unit, necessitating this request for nonstandard location.
- The reclassification of this well in the Eumont Gas pool represents reasonable de-(2) velopment of this pool.
- (3) Well No. 12 is located on the same 480-acre proration unit as the Harry Leonard (NCT-A) Wells No. 3 and 7 (as indicated on the attached plat), necessitating this request for simultaneous acreage dedication.
- (4) This application is in the interest of conservation and the prevention of waste.
- (5) All offset operators have been furnished a copy of this application.

Your early consideration in this matter will be greatly appreciated and if additional information is needed, please advise.

Yours very truly ly: D.T. Berlin

Attachments GS/dch

- cc: Oil Conservation Commission, P. O. Box 1980, Hobbs, NM 88240 J. M. Thacker, Gulf Energy and Minerals Company-U.S., P.O. Box 1150, Midland, TX 79701 C. F. Kalteyer, Gulf Energy and Minerals Company-U.S., P. O. Box 1150, Midland, TX 7970 Exxon Company-U. S., P. O. Box 3116, Midland, TX 79701 Continental Oil Company, P. O. Box 1959, Midland, TX 79701 Amoco Production Company, P. O. Box 4072, Odessa, TX 79760 Getty Oil Company, P. O. Box 1231, Midland, TX 79701 Atlantic Richfield Company, P. O. Box 1610, Midland, TX 79701