

# Gulf Oil Exploration and Production Company

June 12, 1980

R. C. Anderson  
PRODUCTION MANAGER, HOBBS AREA

P. O. Box 670  
Hobbs, NM 88240

Re: Abandonment of Unitized Zone  
on South Penrose Skelly Unit  
No. 179, Lea County, New Mexico

*L 8-22-37*

Mr. G. F. Clarke  
Texaco, Inc.  
P. O. Box 3109  
Midland, Texas 79701

Dear Sir:

With reference to our recent letter concerning above subject, this is to advise Working Interest Owners of subject unit have granted approval for this well to be returned to your firm.

As previously stipulated, Texaco will be responsible for plugging the unitized zone and there will be no expense to the Unit. Additionally, since there is no net salvage value for the well, Texaco will not be required to pay for its return.

Effective July 1, 1980, Texaco will assume responsibility for the operation of South Penrose Skelly Unit Well No. 179 as set forth above. Well files will be forwarded to your office on or before July 1, 1980.

Yours very truly,

*R. C. Anderson*  
R. C. ANDERSON

ptg:

cc: Working Interest Owners  
Oil Conservation Division - Hobbs  
U. S. G. S. - Hobbs

