LF FW 7317

PETROLEUM AND ITS PRODUCTS

GULF OIL CORPORATION

P. O. DRAWER 1290 · FORT WORTH 1, TEXAS

May 10, 1956

FORT WORTH
PRODUCTION DIVISION

Re: Application for 80-Acre Non-Standard Gas Proration Unit, Jalmat Gas Pool, Comprising E/2 SE/4 of Section 36, T-23-S, R-36-E, Lea County, New Mexico

Oil Conservation Commission
State of New Mexico
Santa Fe, New Mexico

Gentlemen:

Gulf Oil Corporation hereby makes application for approval of a non-standard gas proration unit comprising E/2 SE/4 of Section 36, T-23-S, R-36-E, Lea County, New Mexico, and in support thereof states the following facts:

(1) Gulf Oil Corporation is owner and operator of an oil and gas lease known as its J. R. Holt "B" Lease, Lea County, New Mexico, as shown on the attached plat.

(2) Gulf Oil Corporation proposes that the above described acreage be established as a non-standard 80-acre gas proration unit in exception to Rule 5(a) of Order R-520.

(3) The J. R. Holt "B" Well No. 2, located 660 feet from the East line and 660 feet from the South line of Section 36, T-23-S, R-36-E, Lea County, New Mexico, was completed April 23, 1956, as a gas-oil dual well. This well is in the Jalmat Gas Pool and Langlie-Mattix Oil Pool. The applicant proposes to use this well as the unit well.

(4) The proposed 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 5,280 feet.

(e) Gulf Oil Corporation is lessee and operater of all the acreage comprising the proposed unit as shown on the attached plat, and 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 1,500 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.)

(5) The approval of this application for a 80-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 above described non-standard gas proration unit.

Respectfully submitted,

GULF OIL CORPORATION

By: B. E. Thompson
Division Production Manager

cc: Registered Mail - Return Receipt Requested:

Amerada Petroleum Corporation
Attn: Mr. R. S. Christie
Box 2040
Tulsa Oklahoma

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May 15, 1990

cc: Registered Mail - Return Receipt Requested: (Continued)

Cities Service Oil Company
Box 97
Hobbs, New Mexico

Continental Oil Company
Box 427
Hobbs, New Mexico

Ralph Lowe
Box 832
Midland, Texas

Magnolia Petroleum Company
Attn: Mr. W. A. Daniel
Box 727
Kermit, Texas

Skelly Oil Company
Box 38
Hobbs, New Mexico

The Texas Company
Box 1270
Midland, Texas

cc: Oil Conservation Commission
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