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BEFORE THE OIL CONSERVATION COMMISSION
OF THE
STATE OF NEW MEXICO

Jan *EX.*

IN THE MATTER OF THE APPLICATION
OF CONTINENTAL OIL COMPANY FOR AN
EXCEPTION TO RULE 5 (a) OF THE
SPECIAL RULES AND REGULATIONS FOR
THE TUBB GAS POOL CONTAINED IN
ORDER NO. R-566 IN ESTABLISHMENT OF
A NON-STANDARD GAS PRORATION UNIT
OF 120 ACRES CONSISTING OF THE E/2 OF THE
NE/4 AND THE NE/4 OF THE SE/4 OF SECTION
17, T-21S, R-37E, NMPM, LEA COUNTY,
NEW MEXICO TO BE ALLOCATED TO ITS
LOCKHART A-17 WELL NO. 4.

A P P L I C A T I O N

Comes now applicant, Continental Oil Company, and petitions the Commission for an order approving a non-standard gas proration unit consisting of the E/2 of the NE/4 and the NE/4 of the SE/4 of Section 17, T-21S, R-37E, NMPM, Lea County, New Mexico, to be allocated to its Lockhart A-17 No. 4 well located 660 feet from the north and east lines of said Section 17 and in support thereof would show:

1. That applicant is co-owner and operator of the Lockhart A-17 Lease containing, among other lands, the E/2 of the NE/4 and the NE/4 of the SE/4 of Section 17, T-21S, R-37E, NMPM, Lea County, New Mexico.

2. The applicant drilled the Lockhart A-17 No. 4 at a location 660 feet from the north and east lines of said Section 17 and completed it December 1, 1949, as an oil well in the Drinkard Oil Pool.

3. That said well is proposed to be dually completed in the Drinkard Oil Pool and Tubb Gas Pool.

4. That no part of the acreage comprising the E/2 of the NE/4 and the NE/4 of the SE/4 of said Section 17 is allocated to a gas well and that all said acreage may reasonably be presumed to be productive of gas from the Tubb Pool and should be allocated to a gas well in the interests of the prevention of waste and the protection of correlative rights.

5. That the most practical and economical method of allocating said acreage for Tubb gas production is to establish a 120-acre non-standard gas proration unit, as described above, for assignment to the Lockhart A-17 Well No. 4.

Docket Mailed
1-7-59 BP

Wherefore, applicant prays that this application be set for hearing before the Commission's duly appointed examiner, in Hobbs, New Mexico, that appropriate notice thereof be given, and that upon hearing an order be entered granting applicant an exception to Rule 5 (a) of the Special Rules and Regulations for the Tubb Gas Pool contained in Order No. R-586 for the non-standard gas proration unit described above.

Respectfully submitted,

CONTINENTAL OIL COMPANY



R. L. Adams
Division Superintendent
of Production
New Mexico Division

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

February 2, 1959

Mr. Jason Kellahin
Kellahin & Fox
P.O. Box 1713
Santa Fe, New Mexico

Dear Mr. Kellahin:

On behalf of your clients, we enclose two copies of each of the following orders issued February 2, 1959, by the Oil Conservation Commission:

Order R-1298-A in Case 1557

Order R-1328 in Case 1585

Order R-1329 in Case 1583

Very truly yours,

A. L. Porter, Jr.
Secretary - Director

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Encls.

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