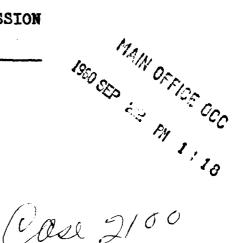
## BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF CONTINENTAL OIL COMPANY FOR AN EXCEPTION TO RULE 309(a) OF THE NEW MEXICO OIL CONSERVATION COMMISSION'S RULES AND REGULATIONS FOR ESTABLISHING MEASUREMENT OF PRODUCED OIL WITH LEASE AUTOMATIC CUSTODY TRANSFER ALLOCATED TO ITS WM. MITCHELL "A" LEASE, MALJAMAR PADDOCK POOL, LEA COUNTY, NEW MEXICO



## APPLICATION

Comes now applicant, Continental Oil Company, and petitions the Commission for an order approving automatic custody transfer from its Wm. Mitchell "A" Lease located in the M/2 of Sections 19 and 20, T-17S, R-32E, Maljamar Paddock Pool, Lea County, New Mexico, and in support thereof would show:

- 1. That applicant is owner and operator of said lease containing, among other lands, the N/2 of Sections 19 and 20, T-17S, R-32E, Lea County, New Mexico.
- 2. That applicant completed its Wm. Mitchell "A" No. 20 well as a producer from the Paddock formation, located 1295 feet from the North line and 1520 feet from the West line of Section 20, and presently plans to drill one more well on this lease.
- 3. That production will be transferred from said wells to a battery located approximately in the center of NW/4 of Section 20 of subject lease, and custody transfer will be from this point.

Wherefore, applicant prays that this application be set for hearing before the Commission's duly appointed examiner, that appropriate notice be given, and that upon hearing, an order be entered granting applicant an exception to Rule 309(a)

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of the New Mexico Oil Conservation Commission's Rules and Regulations for automatic custody transfer of production from its Wm. Mitchell "A" lease.

Respectfully submitted,

CONTINENTAL OIL COMPANY

Wm. A. Mead

Division Superintendent

of Production

New Mexico Division

WAM-EL