



CONTINENTAL OIL COMPANY

825 PETROLEUM BUILDING
ROSWELL, NEW MEXICO

January 24, 1961

WM. A. MEAD
DIVISION SUPERINTENDENT
OF PRODUCTION
NEW MEXICO DIVISION

Case 2191

New Mexico Oil Conservation Commission
Box 871
Santa Fe, New Mexico

Attention: Mr. A. L. Porter, Jr., Secretary-Director

Gentlemen:

Re: APPLICATION OF CONTINENTAL
OIL COMPANY FOR AN EXCEPTION
TO RULE 309 (a) OF THE NEW
MEXICO OIL CONSERVATION
COMMISSION RULES AND REGULATIONS
FOR ESTABLISHING MEASUREMENT OF
PRODUCED OIL WITH LEASE AUTOMATIC
CUSTODY TRANSFER ALLOCATED TO
ITS STATE S-30 LEASE, EMPIRE ABO
POOL, EDDY COUNTY, NEW MEXICO

Forwarded herewith are three copies of the subject application by Continental Oil Company for an order approving automatic custody transfer from its State S-30 Lease located in the NW/4 and NW/4 SW/4 of Section 30, T17S, R29E, NWPM, Empire Abo Pool, Eddy County, New Mexico.

We respectfully request that this matter be set for hearing at the earliest convenient date.

Yours very truly,

W. A. Mead

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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 ESTABLISH-
ING MEASUREMENT OF PRODUCED OIL WITH
LEASE AUTOMATIC CUSTODY TRANSFER
ALLOCATED TO ITS STATE S-30 LEASE,
EMPIRE ABO POOL, EDDY COUNTY, NEW
MEXICO.

Case 219/

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 automatic custody transfer from its State S-30 lease located in the NW/4 and NW/4 of SW/4 of Section 30, T-17-S, R-29-E, Empire Abo Pool, Eddy County, New Mexico, and in support thereof would show:

1. That applicant is owner and operator of said lease containing, among other lands, the NW/4 and NW/4 of SW/4 of Section 30, T-17-S, R-29-E, Eddy County, New Mexico.
2. That applicant completed its State S-30 No. 1 well as a producer from the Abo Reef formation, located 2310 feet from the North and 330 feet from the West lines of said section, and presently plans to drill additional wells on this 163.82-acre lease, subject to encountering commercial quantities of oil.
3. That production will be transferred from said wells to a battery located approximately in the center 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)

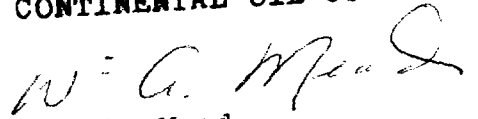
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New Mexico Oil Conservation Commission
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of the New Mexico Oil Conservation Commission's Rules and Regulations for automatic custody transfer of production from its State S-30 lease.

Respectfully submitted,

CONTINENTAL OIL COMPANY

A handwritten signature in dark ink, appearing to read "Wm. A. Mead", is written over the typed name.

Wm. A. Mead
Division Superintendent
of Production
New Mexico Division

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