

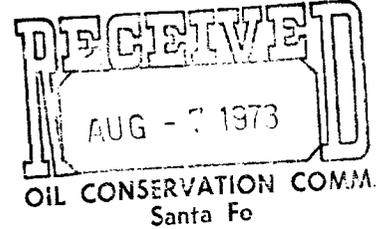


L. P. Thompson
Division Manager
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Hobbs Division

Western Hemisphere Petroleum Division
Continental Oil Company
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Hobbs, New Mexico 88240
(505) 393-4141

Case 5066

August 3, 1973



New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

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

Gentlemen:

Applications for September 5, 1973 Examiner Docket

Attached hereto, in triplicate, are three applications for the September 5 docket:

Application for approval of the North El Mar Unit Agreement and authority to expand the waterflood project.

Application for approval of a waterflood project on Grace Mitchell lease in the Maljamar (Grayburg-San Andres) Pool.

Application for approval of a waterflood project on the Elliott A-15 lease in the Penrose-Skelly Pool.

Exhibits for the Elliott A-15 project will be supplied at a latter date, prior to the hearing.

Please set these matters for hearing on the September 5 docket.

Yours very truly,

br
Enc
Copies + Enc:
R. L. Adams, G. A. Donaldson, Houston
J. W. Kellahin, Santa Fe

DOCKET MAILED

Date 8-24-73

BEFORE THE OIL CONSERVATION
COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF
CONTINENTAL OIL COMPANY FOR APPROVAL
OF THE NORTH EL MAR UNIT AGREEMENT
COVERING 2,361.16 ACRES, MORE OR
LESS, IN SECTIONS 24, 25, 26, 27,
34, 35, AND 36 OF TOWNSHIP 26 SOUTH,
RANGE 32 EAST, AND SECTIONS 19, 30,
AND 31 IN TOWNSHIP 26 SOUTH, RANGE
33 EAST, LEA COUNTY, NEW MEXICO:
AND FOR AUTHORITY TO EXPAND THE
WATERFLOOD PROJECT AUTHORIZED BY
ORDER NO. R-3540.

Case 5060

APPLICATION

Applicant, Continental Oil Company, hereby requests approval
of the North El Mar Unit Agreement covering ~~2,361.16~~^{2361.13} acres, more or less,
in Sections 24, 25, 26, 27, 34, 35, and 36 in Township 26 South, Range
32 East, and Sections 19, 30, and 31 in Township 26 South, Range 33 East,
Lea County, New Mexico: and for authority to expand the waterflood
project approved by Order No. R-3540, and in support thereof would show;

1. Applicant is the operator of the proposed North El Mar Unit as described above and more specifically described in the Unit Agreement which is attached hereto.
2. Said Unit covers the Delaware Sand as described in the Unit Agreement.
3. Said Agreement has received preliminary approval of the director of the U. S. Geological Survey on May 1, 1973 and of the Commissioner of Public Lands on May 8, 1973.
4. Applicant proposes to conduct a waterflood within the boundaries of said unit by expanding the project which was authorized by Order No. R-3540.

5. The waterflood project will recover oil which otherwise would not be recovered and consequently is in the interest of preventing waste and will not impair correlative rights.

Wherefore, applicant respectfully requests this matter be set for hearing before the Commission's duly appointed examiner and upon hearing, an order be entered approving the Unit Agreement and the expansion of the waterflood project for the North El Mar Unit as described above.

Respectfully submitted,

CONTINENTAL OIL COMPANY



L. P. Thompson
Division Manager of Production