CONTINENTAL OIL COMPANY

Roswell, New Mexico November 3, 1956

KALL HITTE

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

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

Re: Continental Oil Company
Application for authority
to effect a Monument oilEumont gas dual completion
on its State C-30 well No. 1
located in Section 30, T198,
R37E, Lea County, New Mexico;
and for approval of a 160-acre
non-standard gas proration
unit consisting of the NW/4
Section 30, T198, R37E.

Gentlemen:

10/2 NU/C

Continental Oil Company respectfully requests administrative approval under the provisions of statewide rule 112-A to dually complete in the Monument oil pool and Eumont gas pool its State C-30 well No. 1 located 660 feet from the North line and 1980 feet from the West line of Section 30, T19S, R37E, NMPM, Lea County, New Mexico. A plat attached hereto shows the manner in which the dual completion is proposed to be accomplished. The Eumont gas will be produced through the casing-tubing annulus while Monument oil is being produced through the tubing. The fluids from the two reservoirs will be completely separated by appropriate packers, and the well will be so equipped that the reservoir pressure of each of the two pools may be determined separately. Well head equipment will include all necessary connections to permit accurate measurement of fluids produced by each pool as may be required by the Commission.

We further respectfully request approval under the provisions of Rule No. 5 (b) of the Special Rules and Regulations for the Eumont Gas Pool of Order No. R-520 of a 160-acre non-standard gas proration unit consisting of the NW/4 of the said Section 30 to be allocated to the said well No. 1. In support of this request we should like to point out that the proposed unit conforms with the requirements of said Rule 5