

Continental Oil Co., Inc.
A.L.P.

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE NO. 5458
Order No. R-5008

APPLICATION OF CONTINENTAL OIL
COMPANY FOR TWO NON-STANDARD GAS
PRORATION UNITS AND THREE UNORTHODOX
LOCATIONS, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on April 16, 1975,
at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 6th day of May, 1975, the Commission,
a quorum being present, having considered the testimony, the
record, and the recommendations of the Examiner, and being
fully advised in the premises,

FINDS:

(1) That due public notice having been given as required
by law, the Commission has jurisdiction of this cause and the
subject matter thereof.

(2) That the applicant, Continental Oil Company, seeks
approval for two non-standard gas proration units and three
unorthodox locations in Township 20 South, Range 37 East,
Eumont Gas Pool, Lea County, New Mexico, as follows:

A 240-acre unit comprising the SW/4 and S/2 NW/4
of Section 15 to be dedicated to applicant's
Britt "B" Well No. 3 at an unorthodox location
in Unit L of said Section 15; and

a 280-acre unit comprising the SW/4 NW/4 and SW/4
of Section 10 and the N/2 NW/4 of Section 15 to
be dedicated to applicant's Britt "B" Wells Nos.
15 and 25 located, respectively, at unorthodox
locations in Units M of Section 10 and C of
Section 15.

-2-

Case No. 5458
Order No. R-5008

(3) That the entire non-standard proration units may reasonably be presumed productive of gas from the Eumont Gas Pool and that the entire non-standard gas proration units can be efficiently and economically drained and developed by the aforesaid wells.

(4) That approval of the subject application will afford the applicant the opportunity to produce his just and equitable share of the gas in the Eumont Gas Pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

(5) That the effective date of this order should be May 1, 1975.

IT IS THEREFORE ORDERED:

(1) That two non-standard gas proration units in the Eumont Gas Pool and three unorthodox locations in Township 20 South, Range 37 East, NMPM, Eumont Gas Pool, Lea County, New Mexico, are hereby established and dedicated to the following wells:

A 240-acre unit comprising the SW/4 and S/2 NW/4 of Section 15 to be dedicated to the Continental Oil Company Britt "B" Well No. 3 at an unorthodox location in Unit L of said Section 15; and

a 280-acre unit comprising the SW/4 NW/4 and SW/4 of Section 10 and the N/2 NW/4 of Section 15 to be dedicated to the Continental Oil Company Britt "B" Wells Nos. 15 and 25 located, respectively, at unorthodox locations in Units M of Section 10 and C of Section 15.

(2) That the effective date of this order shall be May 1, 1975.

(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

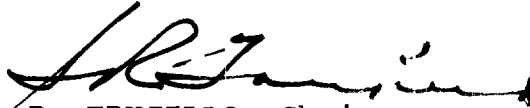
-3-

Case No. 5458


Order No. R-5008

DONE at Santa Fe, New Mexico, on the day and year herein-
above designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


I. R. TRUJILLO, Chairman


PHIL R. LUCERO, Member


A. L. PORTER, Jr., Member & Secretary

S E A L

dr/