

cc-occ-Hobbs
MAIN OFFICE OCC
7/30/56



NSP-309
Qm 8/24/56

1955 JUL 25 PM 1:20

CONTINENTAL OIL COMPANY

PETROLEUM BUILDING
ROSWELL, NEW MEXICO

July 24, 1956

R. L. ADAMS
DIVISION SUPERINTENDENT
OF PRODUCTION
NEW MEXICO DIVISION

New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Attention: Mr. A. L. Porter, Jr. Re: Continental Oil Company
Application for 320-acre
NSP unit for its Jack
A-29 No. 3 in Section
29, T 24S, R 37E, Jalmat
Pool, Lea County, New
Mexico

Supervisor
NSP-120

Gentlemen:

Attached is Continental Oil Company's application to enlarge the gas proration unit assigned to its Jack A-29 No. 3 in Section 29, T 24S, R 37E, Lea County, New Mexico, from 280 acres to 320 acres by assigning the 40-acre Jack B-29 lease, comprising the SE/4 SE/4 Section 29, T 24S, R 37E, to the unit. The Jack B-29 lease is being communitized with the Jack A-29 lease. This communitization agreement has been signed by all working interests and is now being handled with the royalty interests. An affidavit of communitization as to working interests is attached.

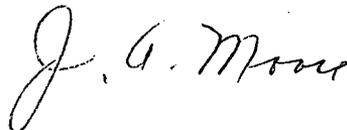
ET2

Attached is a copy of a letter from the U. S. G. S., the principal royalty owner under this acreage, stating they have no objection to the formation of this proposed unit.

New Mexico Oil Conservation Commission
July 24, 1956
Page 2

If additional information is required prior to the approval of the enlargement of this unit, please advise.

Yours very truly,

A handwritten signature in cursive script, appearing to read "J. A. Moore". The signature is written in dark ink and is positioned below the typed name "J. A. Moore".

JAM-BC

cc: Jason W. Kellahin

AFFIDAVIT OF COMMUNITIZATION AGREEMENT

STATE OF NEW MEXICO)
)
COUNTY OF CHAVES) ss.

J. A. Moore, being first duly sworn,
deposes and says, that he is the duly authorized agent and representative of
Continental Oil Company, designated operator of the
Jack A-29 No. 3 located in
Lease Well No.
the E/2 Section 29, T-24S, R-37E
Legal Description of Unit

N.M.P.M., consisting of 320 acres and that all owners of working
interests underlying the above described unit have pooled or communitized
their respective interests for the purpose of production of oil or gas and
associated hydrocarbons from said unit, insofar as said production pertains
to the Jalmat Pool.

J. A. Moore
Signature

Subscribed and sworn to before me this 24 day of July,
19 56.

Louis B. Houston
Notary Public in and for the
County of Chaves, New Mexico.

My Commission Expires:

May 25, 1960



UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
P. O. Box 6721
Roswell, New Mexico

IN REPLY REFER TO:

June 29, 1956

Continental Oil Company
Petroleum Building
Roswell, New Mexico

Gentlemen:

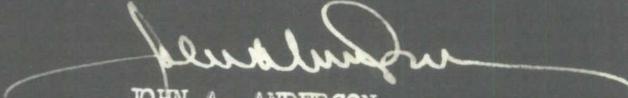
During a discussion on June 28, 1956, concerning plans for development of gas production on Federal lands within the New Mexico Federal Unit, Mr. J. A. Moore of your company requested that we express our views regarding the formation of certain non-standard gas spacing and proration units as follows:

In the SW $\frac{1}{4}$ sec. 30, T. 21 S., R. 36 E., N.M.P.M., Eumont Gas Pool, leases Las Cruces 032099 (a) and (b), well No. Lockhart A-30 No. 5, NE $\frac{1}{4}$ SW $\frac{1}{4}$ sec. 30, now has an allocation based on a proration unit of 80 acres. This office has no objection to the formation of a 160-acre gas proration unit to be followed by a communitization agreement filed for approval by the Survey.

In the E $\frac{1}{2}$ sec. 29, T. 24 S., R. 37 E., N.M.P.M., Jalmat Gas Pool, leases Las Cruces 032326 (a) and (b), well Jack A-29 No. 3, SE $\frac{1}{4}$ NE $\frac{1}{4}$ sec. 29, is presently assigned an allotment based on a proration unit of 280 acres. We have no objection to the formation of a 320-acre proration unit with subsequent communitization.

In the SE $\frac{1}{4}$ sec. 10 and SW $\frac{1}{4}$ sec. 11, T. 20 S., R. 37 E., N.M.P.M., Eumont Gas Pool, leases Las Cruces 031620 (b) and 031681 (b), well Britt B-10 No. 3, SE $\frac{1}{4}$ SE $\frac{1}{4}$ sec. 10, was recently completed and will be assigned on allotment based upon 240 acres covered by Las Cruces 031621 (b) and comprising the SE $\frac{1}{4}$ sec. 10 and the E $\frac{1}{2}$ SW $\frac{1}{4}$ section 11. We offer no objection to the inclusion of the intervening 80 acres in the W $\frac{1}{2}$ SW $\frac{1}{4}$ sec. 11, covered by Las Cruces 031620 (b), to form a proration unit of 320 acres, followed by later communitization of the tract.

Yours very truly,


JOHN A. ANDERSON
Regional Oil and Gas Supervisor

RECEIVED
New Mexico Division
JUL 2 1956

RLA JAM VTL
DLN LBH LP

Ra

ca

MAIN OFFICE OCC
MAIN OFFICE OCC

1955 JUL 25 PM 1:20 CONTINENTAL OIL COMPANY

Roswell, New Mexico
July 24, 1956

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

Attention: Mr. A. L. Porter, Jr. Re: Continental Oil Company
Application for 320-acre
NSP unit for its Jack
A-29 No. 3 in Section
29, T 24S, R 37E, Jalmat
Pool, Lea County, New
Mexico

Gentlemen:

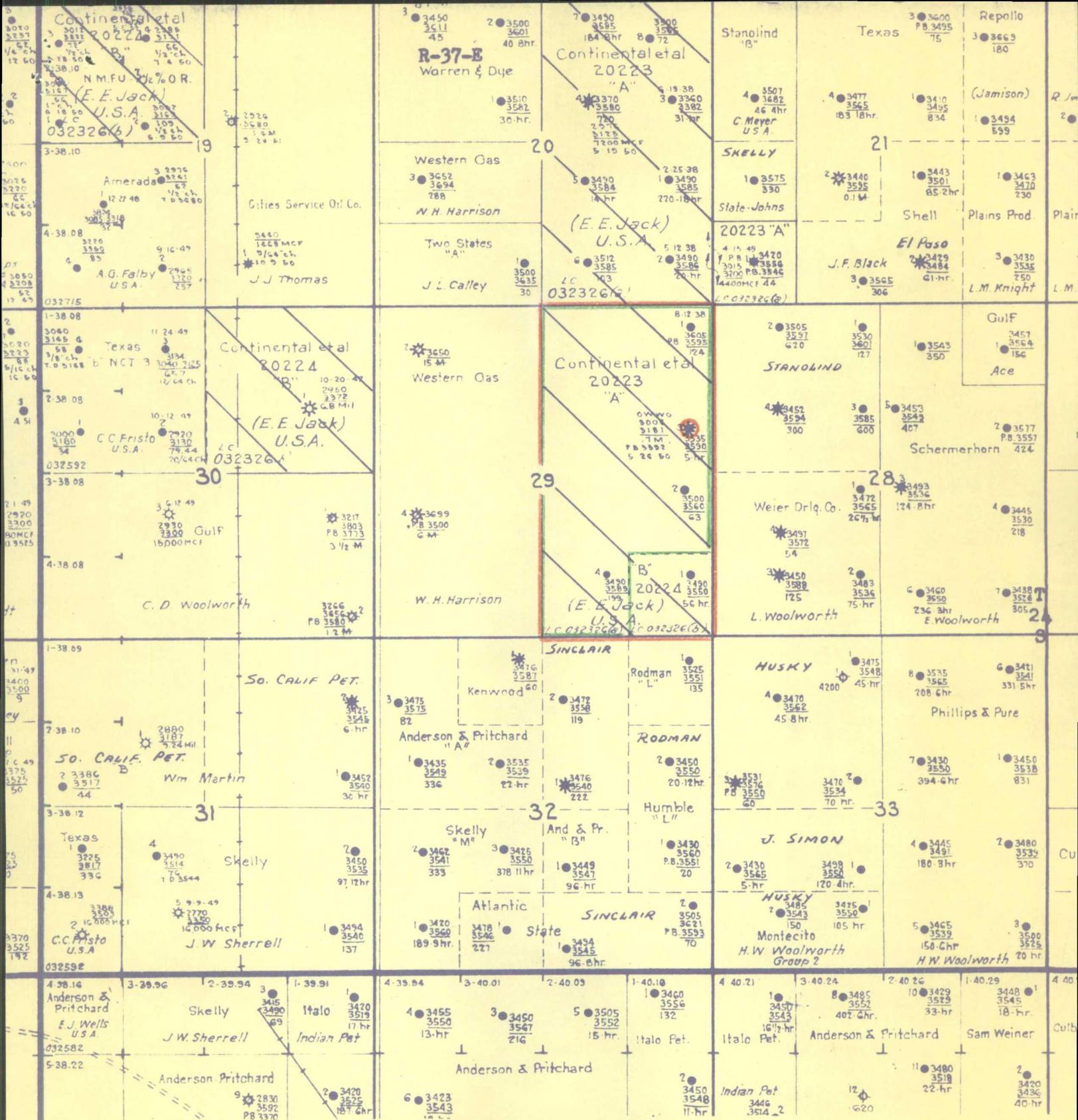
Continental Oil Company respectfully requests administrative approval under the provisions of Rule 5 (b) of the Special Rules and Regulations for the Jalmat Gas Pool of Order No. R-520 for an enlargement to 320 acres of the existing approved 280-acre non-standard gas proration unit for its Jack A-29 No. 3 well located 1650' feet from the North line and 330' feet from the East line of Section 29, Township 24 South, Range 37 East, Lea County, New Mexico, in the Jalmat Gas Pool.

The unit is proposed to consist of the E/2 of Section 29, Township 24 South, Range 37 East.

In support of this request we should like to point out that the proposed unit conforms with the requirements of said Rule 5 (b) in all respects as follows:

1. Said unit consists of contiguous quarter-quarter sections (and/or lots).
2. Said unit lies wholly within a single governmental section.
3. The entire proposed unit may be reasonably presumed to be productive of gas.
4. The length or width of said unit does not exceed 5,280 feet.
5. Copies of this application have been furnished this date by registered mail to all offset operators and all operators within 1,500 feet of said well, as required by the provisions of said Rule 5 (b).

A plat is attached hereto showing to the best of our knowledge and belief the proposed unit, the location of the well, and the offset ownership.



Scale: 1" - 2,000'

LEGEND

Present Gas Unit — 280 Acres

Proposed Gas Unit — 320 Acres