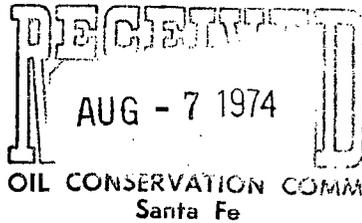




L. P. Thompson
 Division Manager
 Production Department
 Hobbs Division
 Western Hemisphere Petroleum Division

Continental Oil Company
 P.O. Box 460
 1001 North Turner
 Hobbs, New Mexico 88240
 (505) 393-4141

*OK
 Jarvis*



August 6, 1974

*NSP - 96.1
 Rule 5(b)
 R-1670*

*Due Upon receipt of
 approval from Hott*

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

Attention Mr. A. L. Pertex, Jr. - Secretary-Director

Gentlemen:

Continental Oil Company's Application for a 240-acre NSP Unit - SEMU Eumont No. 68 - Section 23, T-20S, R-37E, Lea County, New Mexico

Continental Oil Company respectfully requests administrative approval under the provisions of Rule 5 (b) of the Special Rules and Regulations for the Eumont Gas Pool of Order No. R-1670 for approval of a 240-acre Non-Standard Gas Proration Unit for its SEMU Eumont No. 68, located 1980' FSL 1980' FEL of Section 23, T-20S, R-37E, Lea County, New Mexico in the Eumont Gas Pool. The Unit is proposed to consist of SE/4 and the E/2 of the SW/4 of Section 23, T-20S, R-37E.

SEMU Eumont No. 68 currently has a 640-acre Non-Standard Gas Proration Unit assigned, as approved by Order No. R-3833. We wish to have this order cancelled, as it refers to well No. 68 in paragraph 1 (f) of the Order dated September 8, 1969.

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

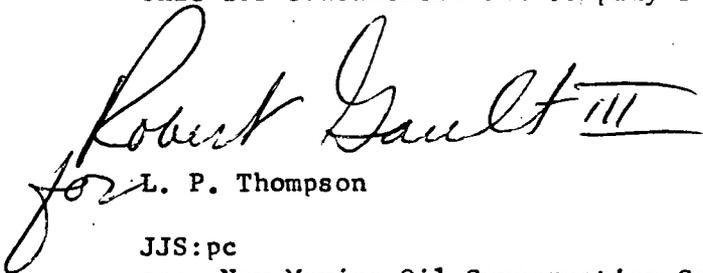
- 1) Said Unit consists of contiguous quarter/quarter sections and/or lots
- 2) Said unit lies wholly within a single governmental section
- 3) The entire proposed unit may be reasonably presumed to be productive of gas
- 4) The length or width of said unit does not exceed 5280'

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

NMOCC - Santa Fe
Page 2
August 6, 1974

ownership. The proposed unit lies inside the Southeast Monument Unit, therefore, Continental Oil Company is the only offset operator and the only operator within said unit. Therefore, we respectfully request that this application be handled as soon as possible.

In view of the facts set out herein, it is respectfully requested that the Commission enter an order approving the Non-Standard Gas Proration Unit for Continental Oil Company's SEMU Eumont No. 68.


for L. P. Thompson

JJS:pc

cc: New Mexico Oil Conservation Commission
P. O. Box 1980
Hobbs, NM 88240

RLA, FOH, JWK

Amoco Production Company
P. O. Box 367
Andrews, TX 79714

Atlantic Richfield Oil Company
P. O. Box 1610
Midland, TX 79701

Chevron Oil Company
P. O. Box 1660
Midland, TX 79701

OIL CONSERVATION COMMISSION
HOBBS DISTRICT

AUG 12 1974
OIL CONSERVATION COMMISSION
Santa Fe

OIL CONSERVATION COMMISSION
BOX 2088
SANTA FE, NEW MEXICO

DATE August 8, 1974

RE: Proposed MC _____
Proposed DHC _____
Proposed NSL _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____
Proposed NSP _____ X

Gentlemen:

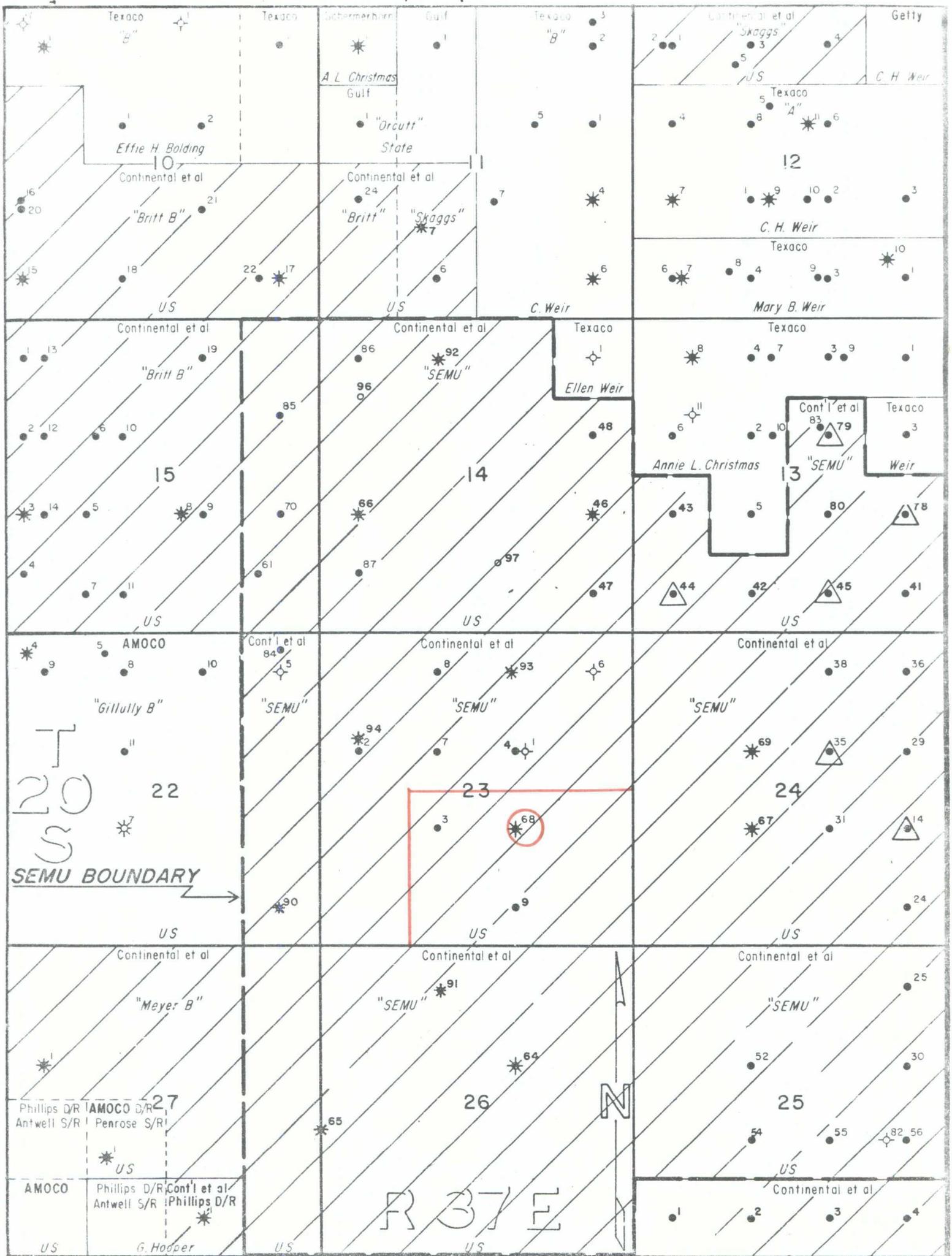
I have examined the application dated August 6, 1974
for the Continental Oil Company SEMU-Eumont #68-J 23-20-37
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

O.K. ----- JDR

Yours very truly,





CONTINENTAL OIL COMPANY
 PRODUCTION DEPARTMENT—HOBBS DIVISION

LEA COUNTY, NEW MEXICO

SCALE
 0 1000 2000

KLT 8-74 Rev