

Please make file with order

CONOCO

MAIN OFFICE OCC

1962 JUN 28 AM

CONTINENTAL OIL COMPANY

NW 4 65

Dick - do you think we can approve this? Con'tl owns all the acreage in the pool.

P. O. Box 3312
Durango, Colorado
June 27, 1962

Mr. A. L. Porter, Jr.
Secretary-Director
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Dear Sir:

Order No. R-2049 promulgated temporary special rules and regulations for the Rattlesnake-Pennsylvanian Pool effective September 1, 1961. Rule 2 of this order specifies that an 80-acre proration unit shall consist of any two contiguous quarter-quarter sections of a single governmental quarter section.

In accordance with Rule 4 of this order, an exception to Rule 2 is requested which will permit Continental Oil Company to dedicate the following contiguous quarter-quarter sections not located within the same governmental quarter section into 80-acre proration units:

Section 11, T29N, R19W, San Juan Co., New Mexico

80-acre Unit - NW/4 NE/4 and NE/4 NW/4
Navajo Lease No. 1-89-IND-56

80-acre Unit - SW/4 NE/4 and SE/4 NW/4
Navajo Lease No. 14-20-0603-7110

The subject two 80-acre proration units are adjacent, and the reason that standard units cannot be dedicated is that the standard contiguous quarter-quarter sections are separated by lease lines. Although Continental owns both leases, these leases provide for different royalty rates to the Navajo tribe, and to protect the correlative rights of the lessee, each lease should be fully developed.

Mr. A. L. Porter, Jr.
Page Two

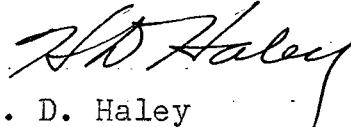
With this letter, Continental is requesting the Secretary-Director to grant an exception to Rule 2 without notice and hearing.

The following provisions are complied with:

- (1) The non-standard Unit consists of not more than 81 acres.
- (2) The entire non-standard Unit may reasonably be presumed to be productive of oil from said pool.

Please advise if additional information is required. Attached is a plat of the Rattlesnake Field which further describes the subject situation.

Yours very truly,



H. D. Haley
District Superintendent
Durango District
Production Department

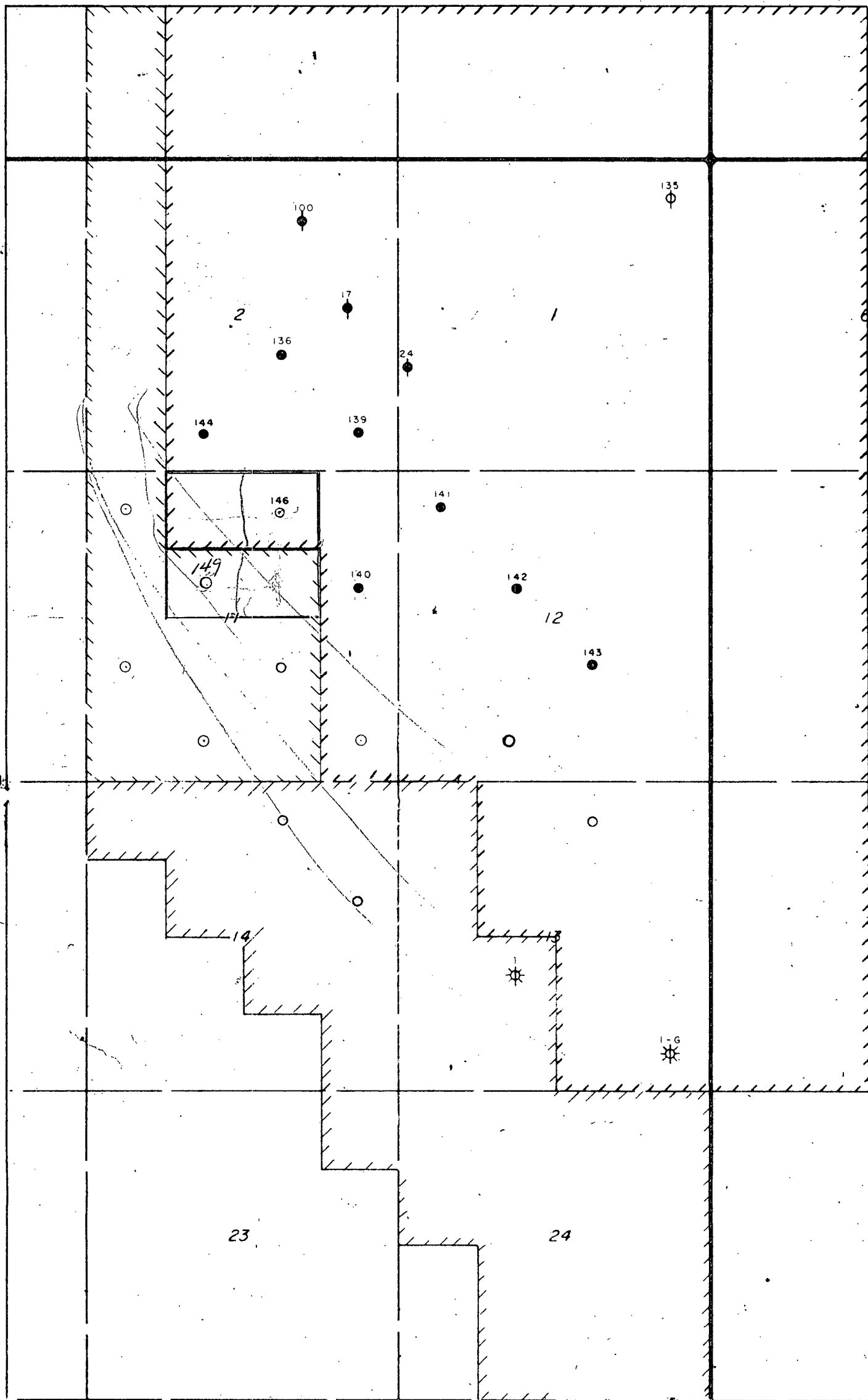
TNW/cb

Attachments

cc: NMOC, Aztec, New Mexico
USGS, Farmington, New Mexico

R 19 W

T
29
N



CONTINENTAL OIL CO.
RATTLESNAKE FIELD

SAN JUAN CO., N. M.

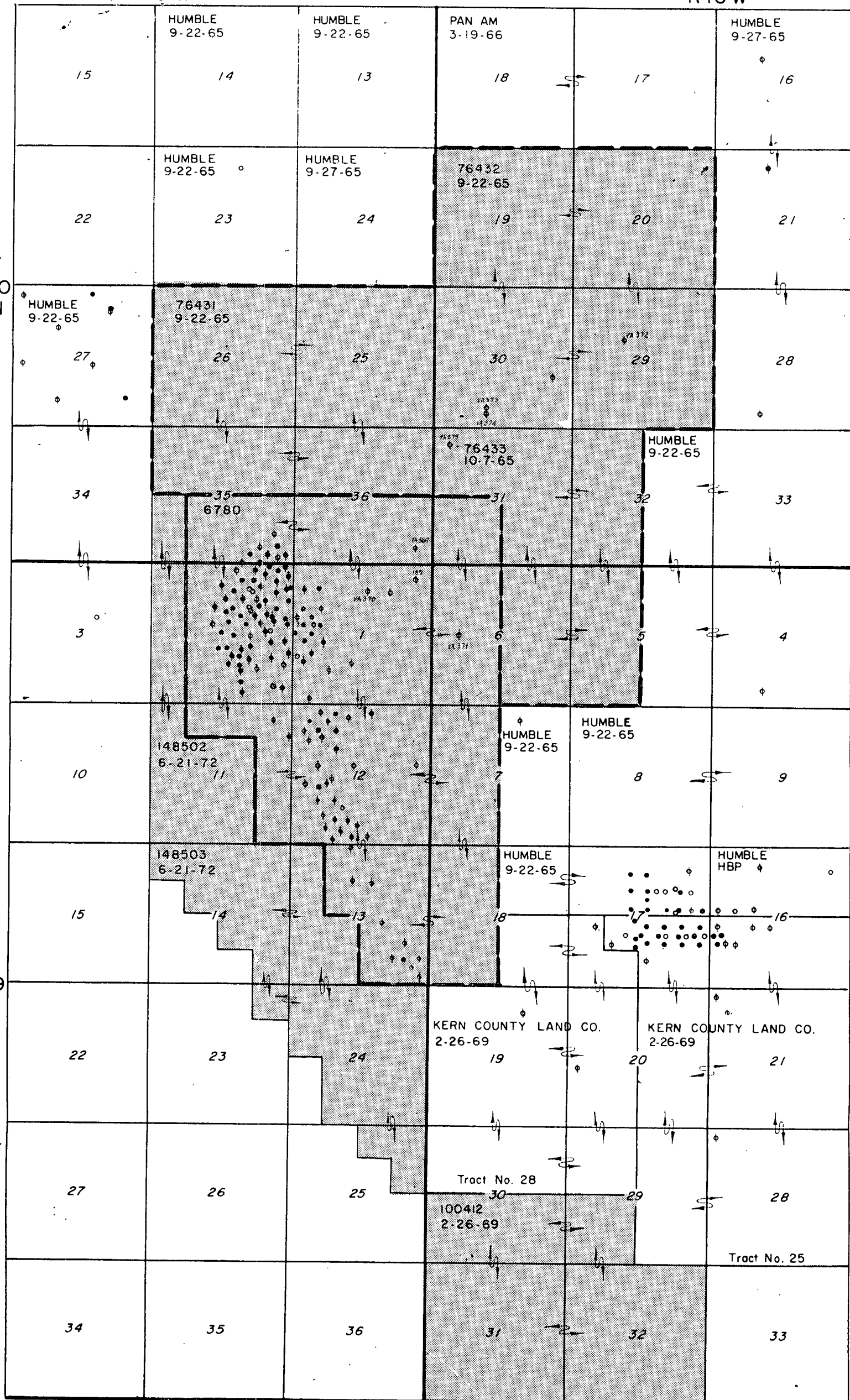
Scale: 1" = 2000'

PROBABLE LOCATION ○

////// CONTINENTAL OIL COMPANY
LEASE BOUNDARIES

R 19 W

R 18 W

T
30
NT
9
N

Note: U. S. Gov't., Bureau of Mines gets 50 %
net profit Kd to Php
100% Php-down, on lease No. 6780.

RATTLESNAKE FIELD & NORTH RATTLESNAKE BLOCK

SAN JUAN COUNTY, NEW MEX.