

CONTINENTAL OIL COMPANY

Roswell, New Mexico
March 13, 1957

1V SP-366
due 4/13/57
✓

cc - oec - Nth
3/26/57
MAIN OFFICE OCC
1957 MAR 14 PM 1:38

New Mexico Oil 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 Eunice Oil - Eumont
Gas dual completion on its
Reed B-24 well No. 2 located
in Section 24, T-20S, R-36E,
Lea County, New Mexico; and
for approval of a 160-acre
non-standard gas proration
unit consisting of the SW/4
Section 24, T-20S, R-36E.

see DC 429
due 3/4/57

Gentlemen:

Continental Oil Company respectfully requests admin-
istrative approval under the provisions of statewide rule 112-A
to dually complete in the Eunice oil pool and the Eumont gas
pool its Reed B-24 well No. 2, located 1980' from the South
line and 1980' from the West line of Section 24, T-20S, R-36E,
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 Eunice 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 Regula-
tions for the Eumont Gas Pool of Order No. R-520 of a 160-acre
non-standard gas proration unit consisting of the SW/4 of the
said Section 24 to be allocated to the said well No. 2. 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 aspects 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 provision of said Rule 5 (b) and said rule No. 112-A.

A plat is attached hereto showing to the best of our knowledge and belief the proposed unit, the location of the No. 3 well and other wells on the lease, offset wells and ownership thereof.

The granting of this application is in the interest of preventing waste and the protection of correlative rights.

In view of the facts set out herein it is respectfully requested that the Commission enter an order approving the proposed dual completion and non-standard unit both as described above.


R. L. Adams
Division Superintendent
of Production
New Mexico Division

RLA-BC

Copies to:

Phillips Petroleum Corporation
Hobbs, New Mexico

Pan American Petroleum Corp.
P. O. Box 899
Roswell, New Mexico

Skelly Oil Company
Hobbs, New Mexico

Atlantic Refining Company
Box 871
Midland, Texas

Sinclair Oil and Gas Company
Box 1470
Hobbs, New Mexico

New Mexico Oil Conservation Commission

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

R. L. Adams, being first duly sworn on behalf of the applicant in the above application, says: That he is the Division Superintendent, of applicant, and as such is authorized to make said application; that he has read the foregoing application, knows the contents thereof, and that the same are true as he is reliably informed and believes.

R. L. Adams
(Signature)

Subscribed and sworn to before me this 13th day of March, ~~1956~~ 1957.

Louis B. Houston
Notary Public

My Commission Expires:
May 25, 1960

CONTINENTAL OIL COMPANY
PROPOSED METHOD OF DUAL COMPLETION

REED B-24 NO.2

Elev: 3559'

