

MAIN OFFICE  
CONTINENTAL OIL COMPANY  
1957 AUG 1 PM 1:11

Roswell, New Mexico  
July 31, 1957

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

Attention: Mr. A. L. Porter, Jr. Re: Continental Oil Company  
Application for 160-acre  
NSP unit for its Meyer  
B-23 No. 1 in Section 23,  
Township 22, Range 36,  
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 a reduction to 160 acres of the existing approved 320-acre non-standard gas proration unit for its Meyer B-23 No. 1 well located 990 feet from the north line and 1650 feet from the west line of Section 23, Township 22 South, Range 36 East, Lea County, New Mexico in the Jalmat gas pool.

The unit is proposed to consist of the N/2 N/2 of Section 23, Township 22 South, Range 36 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.


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  
Meyer B-23 No. 1 well as described above.

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

STATE OF NEW MEXICO }  
COUNTY OF CHAVES } ss

R. L. Adams, upon being duly sworn, deposes and says that he is the Division Superintendent of Production for Continental Oil Company, and as such is authorized to file the foregoing application, that he has read said application and knows the contents thereof, and that the statements made therein are true, as he is credibly informed and believes.

  
Subscribed and sworn to before me this 31st day of July  
1957.

  
Notary Public

My commission expires  
May 25, 1960

Copies by Registered Mail to:

Shell Oil Company  
Hobbs, New Mexico

Sun Oil Company  
Hobbs, New Mexico

RLA-CP  
Roswell, New Mexico  
July 31, 1957



OIL CONSERVATION COMMISSION

BOX 2045

HOBBS, NEW MEXICO

OIL CONSERVATION COMMISSION  
BOX 871  
SANTA FE, NEW MEXICO

DATE August 16, 1957

Re: Proposed NSP 387

Proposed NSL \_\_\_\_\_

Proposed NEC Due 8/31/57

Proposed DC \_\_\_\_\_

Gentlemen:

I have examined the application dated July 31, 1957  
for the Continental Oil Co. Meyer B-23 #1 23-22-36  
Operator Lease and Well No. S-T-R

and my recommendations are as follows:

O.K.-E.J.F.

Yours very truly,

OIL CONSERVATION COMMISSION

  
Enginer

# SUN OIL COMPANY

S. M. GLADNEY

SOUTHWEST DIVISION

RIO GRANDE NATIONAL BUILDING

DALLAS 2, TEXAS

A. S. RHEA  
SUPT. OPERATIONS

August 15, 1957

Mr. J. L. ...

New Mexico

Mr. A. H. ...

...

Re: Continental Oil Company application for 160-acre non-standard proration unit for its Meyer B-23 #1 Well and Meyer B-23 #3 Well, Section 23, Township 22, Range 36, Jalisco Pool, Lea County, New Mexico.

Oil Company has been advised of Continental Oil Company's application to increase the size of its proration unit for its Meyer B-23 #1 Well from 320 acres to 160 acres so that it can have another 160-acre unit for its Meyer B-23 #3 Well. Sun Oil Company, as an offset operator, objects to this increase for the following reasons:

1. Applicant should not have a permit to complete a well in the area for which its permit for Meyer B-23 #3 Well was received for the purpose of drilling a well to the Seven Rivers geosynclinal formation for oil production from the South Basin Field.
  2. Applicant could not have received a permit for this well if it had not been shown on the same quarter section as the Meyer B-23 #1 Well in the Jalisco Pool.
  3. If this application is granted applicant will have two adjacent offsetting S. H. S. Record well on the same quarter section and each of applicant's wells will have 160-acre units.
  4. Applicant should not be permitted to reduce the size of its units merely for the purpose of accommodating wells that it has in the area.
- Sun Oil Company feels that in the future, by reason of the location of these wells, if applicant's request is granted that Sun will suffer drainage by reason of the location of its wells offsetting our one well.

Consideration of this objection will be appreciated.

Very truly yours,

Mr. R. L. ...  
Sun Oil Company  
New Mexico

Shell Oil Company  
Hobbs, New Mexico