

CONTINENTAL OIL COMPANY

Roswell, New Mexico

APR 4 1960

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

Attention: Mr. A. L. Porter, Jr., Secretary-Director

Re: Continental Oil Company's application for reduction in size of the 640 acre gas unit assigned to Lynn B-26 No. 1 to a 320 acre unit consisting of the S/2 of Section 26: and reassignment of the 320 acres in N/2 to Lynn B-26 No. 3 in Section 26, T-23S, R-36E, NMPM, Jalmat Gas Pool, Lea County, New Mexico.

Due May 5, 1960

*NSP-515
(waiting period)*

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 of the presently approved 640-acre gas unit assigned to the Lynn B-26 No. 1 to a 320 acre non-standard gas proration unit to consist of the S/2 of Section 26, T-23S, R-36E: and for the reassignment of the 320 acres comprising the N/2 of the said Section 26 for the formation of a 320 acre non-standard gas proration unit to be allocated to the Lynn B-26 No. 3 well located 990' from the North line and 1650' from the West line of said Section 26.

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

1. Said proposed non-standard gas proration units consist of contiguous quarter-quarter sections.
2. Said proposed non-standard gas proration units lie wholly within a single governmental section.
3. The entire proposed non-standard gas proration units may be reasonably presumed to be productive of gas.

4. The length or width of said units do 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 the proposed units, the location of the Nos. 1 and 3 wells 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 non-standard gas proration unit for Continental Oil Company's Lynn B-26 Nos. 1 and 3 wells as described above.

W. A. Mead
Wm. A. MEAD
Division Superintendent
of Production
New Mexico Division

STATE OF NEW MEXICO)
COUNTY OF CHAVES) ss.

Wm. A. Mead, 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 4th
day of April, 1960.

W. A. Mead
Louis B. Houston

My commission expires:

May 25, 1960

New Mexico Oil Conservation Commission
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Copies to: N.M.O.C.C. - 3
H.L.J. - 1
H.G.D. - 1
J.R.P. - 1
FILE - 1

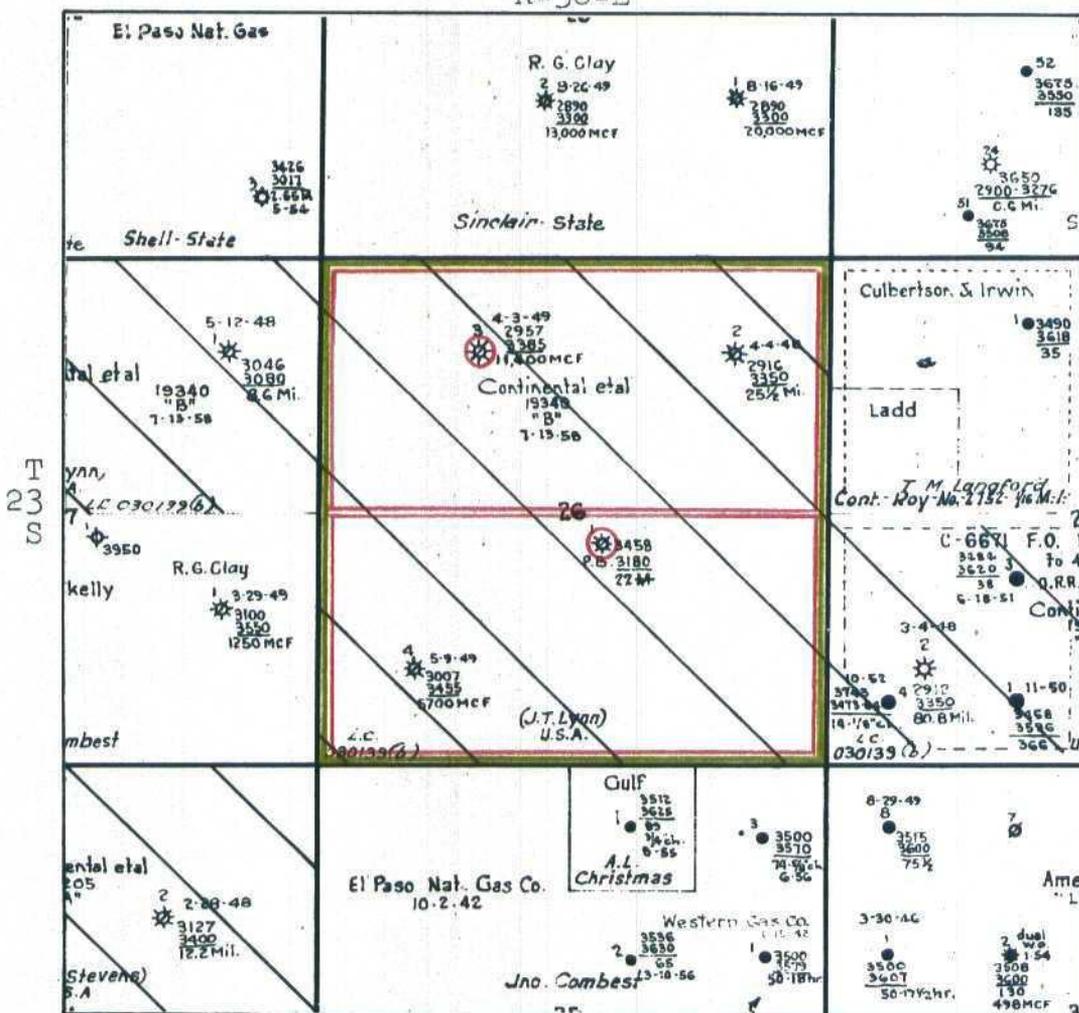
Copies by Registered Mail to:

Albert Gackle
919 S. Grimes
Hobbs, New Mexico

Gulf Oil Corp.
Petroleum Building
Roswell, New Mexico

Western Natural Gas Co.
823 Midland Tower Building
Midland, Texas

R-36-E



F 23 S

CONTINENTAL OIL COMPANY
LYNN B-26 LSE. AREA
JALMAT GAS POOL

Legend

- Lynn B-26
- Approved Proration Unit
- Proposed NSP Units
- Lynn B-26 Nos. 1 & 3

Date 3/30/60

Scale 1" = 2000'