

CASE NO. 5414: CONTINENTAL OIL CO  
for an unorthodox gas well loca-  
tion and simultaneous dedication  
Lea County, New Mexico

CASE No.

5414

Application,  
Transcripts,  
Small Exhibits

ETC.

EXAMINER HEARING

CASE NO. 5414

William Carr, Esq.  
Legal Counsel for the  
Commission  
State Land Office Building  
Santa Fe, New Mexico

**THE NYE REPORTING SERVICE**  
STATE-WIDE DEPOSITION NOTARIES  
225 JOHNSON STREET  
SANTA FE, NEW MEXICO 87501  
TEL. (505) 982-0386

MR. STAMETS: Case 5414.

MR. CARR: Case 5414. Application of Continental Oil Company for an unorthodox gas well location and simultaneous dedication, Lea County, New Mexico.

Mr. Examiner, this case should be continued and readvertised for the Examiner Hearing on March 5th.

MR. STAMETS: Case 5414 will be continued and readvertised to be heard March 5th.

THE NYE REPORTING SERVICE  
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SANTA FE, NEW MEXICO 87501  
TEL. (505) 982-0386

STATE OF NEW MEXICO )  
COUNTY OF SANTA FE ) SS.

I, RICHARD L. NYE, Court Reporter, do hereby certify that the foregoing and attached Transcript of Hearing before the New Mexico Oil Conservation Commission was reported by me, and the same is a true and correct record of the said proceedings, to the best of my knowledge, skill and ability.

Richard L. Nye  
COURT REPORTER

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 5414 heard by me on 2-5-1975.

Richard L. Nye, Examiner  
New Mexico Oil Conservation Commission

THE NYE REPORTING SERVICE  
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I N D E X

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E X H I B I T S

Applicant's Exhibit No. 1  
was admitted into evidence 6

MR. STAMETS: Call the next case, 5414.

MR. CARR: Case 5414. Application of Continental Oil Company for an unorthodox gas well location and simultaneous dedication, Lea County, New Mexico.

MR. KELLAHIN: If the Examiner please, Jason Kellahin of Kellahin & Fox, Santa Fe, appearing for the Applicant. We have one witness to be sworn.

(Witness sworn.)

VICTOR E. LYON

called as a witness, having been first duly sworn, was examined and testified as follows:

DIRECT EXAMINATION

BY MR. KELLAHIN:

Q Would you state your name, please?

A Victor E. Lyon.

Q By whom are you employed and in what position, Mr. Lyon?

A I work for Continental Oil Company as Conservation Coordinator in the Hobbs Division Office located in Hobbs, New Mexico.

Q Have you ever testified before the Oil Conservation Commission of New Mexico and had your qualifications made a matter of record?



A Yes, I have.

MR. KELLAHIN: Are the Witness' qualifications acceptable?

MR. STAMETS: They are.

BY MR. KELLAHIN:

Q Mr. Lyon, are you familiar here with the Application of Continental Oil Company in Case 5414?

A Yes, sir.

Q What is proposed by the Applicant in this Case?

A Case 5414 is the Application of Continental Oil Company for approval of a non-standard location for its Meyer B-28 Acct. 2, No. 3, and for authority to jointly allocate the existing 360-acre non-standard proration unit to Wells Nos. 2 and 3 which are located inside that Unit.

Q What would the Unit consist of?

A The Unit consists of the Southeast Quarter, the East Half of the Southwest Quarter of Section 28, the North Half of the Northeast Quarter and the Northeast Quarter Northwest Quarter, Section 33, Township 20 South, Range 37 East.

Q Referring to what has been marked as Exhibit No. 1, does that show the proposed unit and the location of the subject wells?

A Yes, it does. The existing unit, which was previously created by order of the Commission, is shown outlined in red as I previously described, and the two wells, Nos. 2 and 3 are shown circled in red. No. 2, which was the original well for this unit, is located in the approximate center of Unit O, that is the Southwest Quarter Southeast Quarter of Section 28. The new well, No. 3, is shown in Unit C at a location 760 feet from the north line and 1880 feet from the west line in Section 33. The original location for this well was 660 feet from the north line and 1980 from the west line, but this location was too close to a gas pipeline and it was necessary to move it to the location on which it was drilled.

Q Now, as I understand, the non-standard unit has already been approved for your Well No. 2, is that correct?

A Yes.

Q And you're asking for approval of the same unit for your Well No. 3 and the simultaneous dedication?

A Yes, sir. This area has been communitized and the additional well is needed to increase the productivity of the proration unit.

Q Could you give us some information on the status

of the two wells?

A Well No. 2 has been declining in productivity; it was classified marginal in July of 1970. The No. 3 Well was spudded on December 23rd, 1974, and has been completed and is-- I believe it is connected to the gas gathering system but it is not producing because it does not have an allowable.

Q Do you have anything to add?

A We would like authority to produce the allowable assigned to the unit between the two wells in any proportion.

Q Was Exhibit No. 1 prepared by you or under your supervision?

A Yes, it was.

MR. KELLAHIN: At this time I would like to offer Exhibit No. 1.

MR. STAMETS: Exhibit 1 will be admitted into evidence.

(Whereupon, Applicant's

Exhibit No. 1 was admitted into evidence.)

MR. KELLAHIN: That completes our testimony, Mr. Stamets.

CROSS EXAMINATION

BY MR. STAMETS:

Q Mr. Lyon, what was the footage location from the north and west line for the No. 3 Well again?

A The No. 3 was 760 feet from the north line, 1880 feet from the west line, Section 33.

Q The proposal is to permit Continental to produce its just and equitable share of gas from this reservoir?

A That's correct.

MR. STAMETS: Are there any questions from this Witness? He may be excused. Is there anything further in this Case?

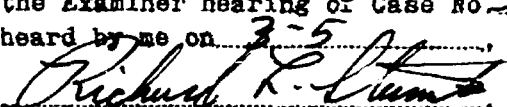
MR. KELLAHIN: That's all.

MR. STAMETS: We will take the Case under advisement.

STATE OF NEW MEXICO     )  
                                  )     SS.  
COUNTY OF SANTA FE     )

I, RICHARD L. NYE, Court Reporter, do hereby certify that the foregoing and attached Transcript of Hearing before the New Mexico Oil Conservation Commission was reported by me, and the same is a true and correct record of the said proceedings, to the best of my knowledge, skill and ability.

  
RICHARD L. NYE, Court Reporter

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 5414 heard by me on 3-5, 1975.  
  
Richard R. L. L. L., Examiner  
New Mexico Oil Conservation Commission



BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
COMMISSION OF NEW MEXICO FOR  
THE PURPOSE OF CONSIDERING:

CASE NO. 5414  
Order No. R-4977

APPLICATION OF CONTINENTAL OIL  
COMPANY FOR AN UNORTHODOX GAS  
WELL LOCATION AND SIMULTANEOUS  
DEDICATION, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on March 5, 1975, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 11th day of March, 1975, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Continental Oil Company, seeks the approval for a non-standard 360-acre gas proration unit comprising the SE/4 and E/2 SW/4 of Section 28, and the N/2 NE/4 and NE/4 NW/4 of Section 33, both in Township 20 South, Range 37 East, NMPM, Eumont Gas Pool, Lea County, New Mexico.

(3) That the applicant seeks to simultaneously dedicate to said non-standard unit its Meyer B-28 A Com Acct. 2 Wells Nos. 2 and 3 located, respectively, at unorthodox locations, in Unit O of said Section 28 and in Unit C of said Section 33, with unit production to be taken from said wells in any proportion.

(4) That the proposed non-standard gas proration unit can be efficiently and economically drained and developed by the subject wells.

(5) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the Eumont Gas Pool and will otherwise prevent waste and protect correlative rights.

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Case No. 5414  
Order No. R-4977

IT IS THEREFORE ORDERED:

(1) That effective at 7:00 a.m. April 1, 1975, the applicant, Continental Oil Company, is hereby authorized to simultaneously dedicate a non-standard 360-acre gas proration unit comprising the SE/4 and E/2 SW/4 of Section 28, and the N/2 NE/4 and NE/4 NW/4 of Section 33, both in Township 20 South, Range 37 East, NMPM, Eumont Gas Pool, Lea County, New Mexico, to its Meyer B-28 A Com Acct. 2 Wells Nos. 2 and 3 located, respectively, at unorthodox locations in Unit O of said Section 28 and in Unit C of said Section 33, with unit production to be taken from said wells in any proportion.

(2) That the allowable assigned to the above-described gas proration unit shall be based upon the unit size of 360 acres and that the operator may produce the allowable assigned to the unit from the subject wells in any proportion.

(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year herein-above designated.

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

I. R. TRUJILLO, Chairman

  
*Phil R. Lucero*  
PHIL R. LUCERO, Member

*A. L. Porter, Jr.*  
A. L. PORTER, Jr., Member & Secretary

S E A L

jr/



Dockets Nos. 7-75 and 8-75 are tentatively set for hearing on March 19 and April 2, 1975. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - MARCH 5, 1975

9 A.M. - OIL CONSERVATION COMMISSION CONFERENCE ROOM,  
STATE LAND OFFICE BUILDING - SANTA FE, NEW MEXICO

The following cases will be heard before Richard L. Stamets, Examiner, or Daniel S. Nutter, Alternate Examiner:

CASE 5425: (Continued and Readvertised)

Application of Continental Oil Company for an unorthodox location and simultaneous dedication, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the simultaneous dedication of a non-standard 480-acre gas proration unit, comprising the W/2 of Section 13 and the E/2 E/2 of Section 14, Township 21 South, Range 36 East, Eumont Gas Pool, Lea County, New Mexico, to its Lockhart B Wells Nos. 4 and 8, located at unorthodox locations in Units H and P, respectively, of Section 14, and to its Lockhart B Well No. 7, at an unorthodox location in Unit D of said Section 13.

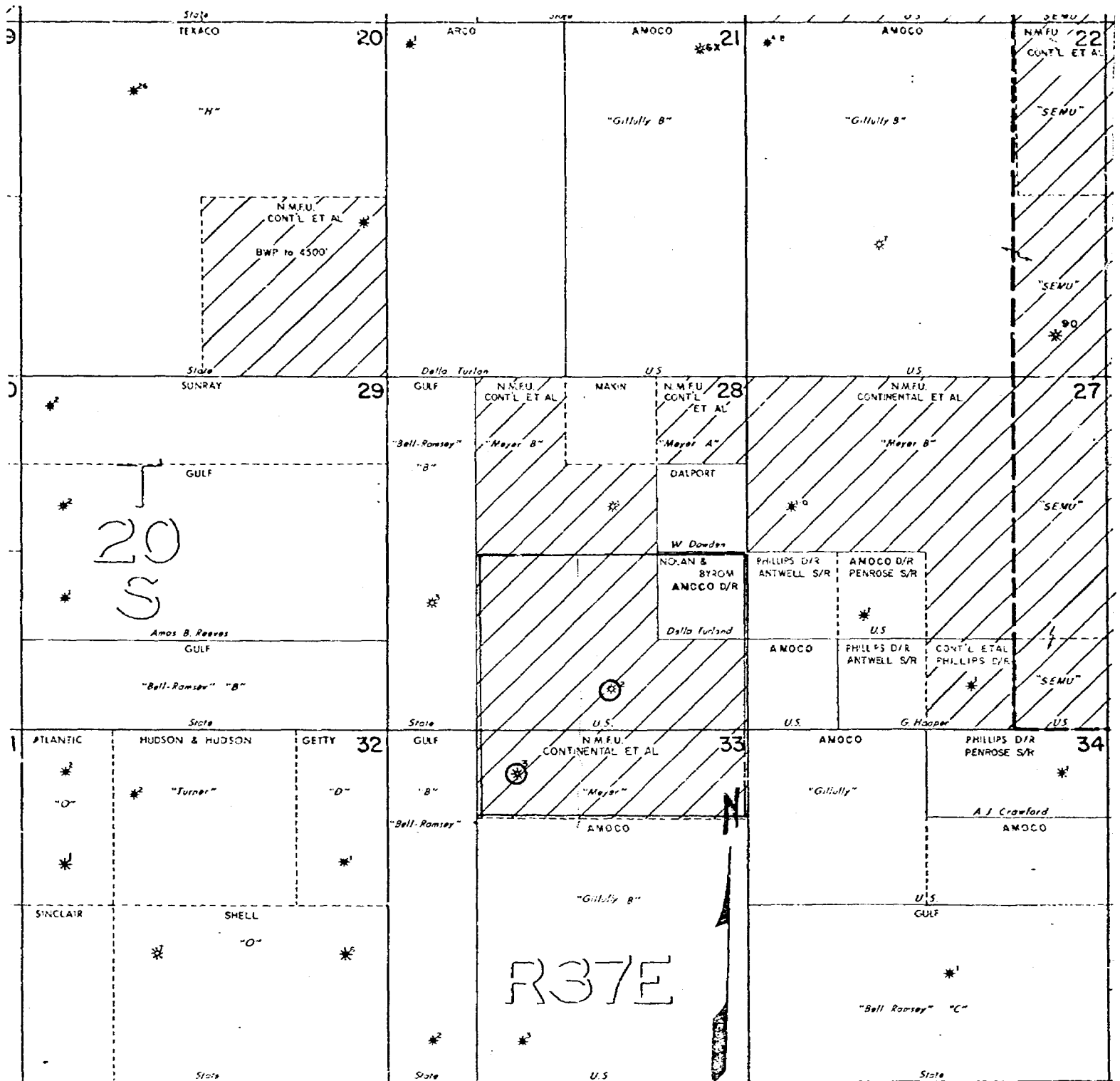
CASE 5408: (Continued from the February 5, 1975, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit W. E. Medlock and Reliance Insurance Company and all other interested parties to appear and show cause why the Queen Ridge No. 1 Well located in Unit M of Section 36, Township 10 South, Range 26 East, Chaves County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 5414: (Continued and Readvertised)

Application of Continental Oil Company for an unorthodox gas well location and simultaneous dedication, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of a non-standard 360-acre gas proration unit comprising the SE/4 and E/2 SW/4 of Section 28 and the N/2 NE/4 and NE/4 NW/4 of Section 33, both in Township 20 South, Range 37 East, Eumont Gas Pool, Lea County, New Mexico, to be simultaneously dedicated to its Meyer B-28 A Com Acct. 2 Wells Nos. 2 and 3, located, respectively, in Unit O of said Section 28 and in Unit C of said Section 33.

CASE 5429: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Charles M. Goad and United States Fidelity & Guaranty Company and all other interested parties to appear and show cause why the Charles M. Goad, State No. 1 Well located in Unit M of Section 28, Township 2 South, Range 26 East, De Baca County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.



BEFORE EXAMINER STAMETS  
OIL CONSERVATION COMMISSION  
CONOCO EXHIBIT NO. 1  
CASE NO. 5414  
Submitted by CONOCO  
Hearing Date March 5, 1975

<b>CONOCO</b>	
PRODUCTION DEPARTMENT	HOBBS DIVISION
LEA COUNTY, NEW MEXICO	
SCALE 0' 1000' 2000'	

- CASE 5411: Application of David C. Collier for an unorthodox oil well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of his Kersey Well No. 1-Y, to be drilled 1980 feet from the South line and 2330 feet from the West line of Section 33, Township 18 South, Range 28 East, Artesia Pool, Eddy County, New Mexico.
- CASE 5412: Application of Phillips Petroleum Company for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of its Eaves Unit Area, comprising 3,496 acres, more or less, of State lands in Township 21 South, Range 33 East, Lea County, New Mexico.
- CASE 5413: Application of Anadarko Production Company for three unorthodox injection well locations and amendment of Order No. R-4907, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the relocation at unorthodox locations of three of its injection wells in its Artesia State Unit Waterflood Project, all in Township 18 South, Range 27 East, Eddy County, New Mexico, as follows: Well No. 6-2 to 1530 feet from the South line and 1310 feet from the West line of Section 13; Well No. 7-1 to 10 feet from the North line and 2580 feet from the East line of Section 23; and Well No. 10-1 to 1310 feet from the South line and 1435 feet from the East line of Section 14. Applicant further seeks the amendment of Order No. R-4907 to permit administrative approval of unorthodox producing and injection well locations to within 200 feet of the outer unit boundary.
- CASE 5414: Application of Continental Oil Company for an unorthodox gas well location and simultaneous dedication, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of a non-standard 360-acre gas proration unit comprising the SE/4 and E/2 SW/4 of Section 28 and the N/2 NE/4 and NE/4 NW/4 of Section 33, both in Township 20 South, Range 37 East, Eumont Gas Pool, Lea County, New Mexico, to be simultaneously dedicated to its Meyer B-28 A Com Acct. 2 Wells Nos. 2 and 3, located, respectively, in Unit O of said Section 28 and in Unit B of said Section 33.
- CASE 5404: Southeastern Nomenclature case calling for the creation, abolishment, and extension of certain pools in Lea and Chaves Counties, New Mexico:
- (a) CREATE A new pool in Lea County, New Mexico, classified as an oil pool for Abo production and designated as the South Brunson-Abo Pool. The discovery well is the Cities Service Oil Company State P Well No. 4 located in Unit M of Section 32, Township 22 South, Range 38 East, NMPM. Said pool would comprise:

TOWNSHIP 22 SOUTH, RANGE 38 EAST, NMPM  
SECTION 32: SW/4

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

February 4, 1975

New Mexico Oil Conservation Commission(3)  
P. O. Box 2088  
Santa Fe, New Mexico 87501

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

Gentlemen:

Case No. 5414 - February 5, 1975 Examiner Docket

It has just come to our attention that there is an error in the plat which was submitted with the application on subject case which caused the advertisement to be incorrect. The application is correct in that Meyer B-28A Com. Acct. 2 No. 3, is located 760' FNL and 1880' FWL of Section 33. The plat attached to the application, however, shows the well located 1880' FEL of Section 33 and the advertisement shows the well to be located in Unit B of Section 33 rather than in Unit C.

Since Well No. 3 was commenced before January 1, we are also requesting that the present well for the unit, No. 2, be reclassified to non-marginal status as of January 1, 1975.

A corrected application and plat is attached. We regret this error and request that the hearing be re-scheduled to the Examiner hearing on March 5.

Yours very truly,

*L. P. Thompson*

L. P. Thompson  
Division Manager

VTL:reh  
Enc:  
CC:  
JCC: FOH: JWK

DOCKET MAILED

Date 2-20-75

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION  
OF CONTINENTAL OIL COMPANY FOR  
JOINT ALLOCATION OF AN EXISTING  
360-ACRE NON-STANDARD GAS PRORATION  
UNIT IN THE EUMONT POOL TO ITS MEYER  
B-28 A COM. ACCT. 2 WELLS NOS. 2  
AND 3 IN SECTION 28 AND 33, TOWNSHIP  
20 SOUTH, RANGE 37 EAST, LEA COUNTY,  
NEW MEXICO

A P P L I C A T I O N

Applicant, Continental Oil Company, respectfully requests approval of the joint allocation of an approved non-standard gas proration unit in the Eumont Gas Pool to its Meyer B-28 A Com. Acct. 2 Wells Nos. 2 and 3 in Sections 28 and 33, T-20S, R-37E, Lea County, New Mexico, and in support thereof would show:

1. Applicant is the operator and co-owner of the Meyer B-28 A Com. Acct. 2, communitized area consisting of SE/4 and E/2 SW/4, Section 28, N/2 NE/4 and NE/4 NW/4, Section 33, T-20S, R-37E, Lea County, New Mexico.
2. Applicant has heretofore drilled and completed its Meyer B-28 A Com. Acct. 2 No. 2 at a location 660' FSL and 1980' FEL of Section 28, in the center of said communitized area.
3. The said 360-acres of communitized land was allocated to said well by Order No. R-916.
4. Said well has been classified as marginal since July 1, 1970, because of its inability to produce the assigned allowable.
5. Applicant has drilled Meyer B-28 A Com. Acct. 2 No. 3 at a location 760' FNL and 1880' FWL of Section 33, within the communitized area for completion as a Eumont Gas Well.
6. Applicant desires to assign the unit allowable to Wells Nos. 2 and 3 jointly with the authority to produce that allowable between said wells in any proportion; and to reclassify the unit to non-marginal status, effective January 1, 1975.
7. The granting of this application will prevent waste and will not impair correlative rights.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing before the Commission's duly appointed Examiner and, upon hearing, an order be entered authorizing the joint allocation of said 360-acre proration unit to the two wells as described.

Respectfully submitted,

CONTINENTAL OIL COMPANY

*L. P. Thompson*  
L. P. Thompson  
Division Manager - Production





Case 5414

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

January 10, 1975

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

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

Gentlemen:

Application for Joint Allocation - Meyer B-28 A Com. Acct. 2,  
Eumont Gas Pool, Lea County, New Mexico

We forward herewith in triplicate our Application for Joint Allocation of a 360-acre communitized area designated Meyer B-28 A Com. Acct. 2, in the Eumont Gas Pool. Please set this matter for hearing on the February 5, Examiner Docket.

Yours very truly,

VIL:reh  
Enc  
CC:  
JCC: FOH: JWK

DOCKET MAILED

Date 2-20-75

after March 5<sup>th</sup>

DOCKET MAILED

Date 1-24-75

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION  
OF CONTINENTAL OIL COMPANY FOR  
JOINT ALLOCATION OF AN EXISTING  
360-ACRE NON-STANDARD GAS PRORATION  
UNIT IN THE EUMONT POOL TO ITS MEYER  
B-28 A COM. ACCT. 2 WELLS NOS. 2  
AND 3 IN SECTIONS 28 AND 33, TOWNSHIP  
20 SOUTH, RANGE 37 EAST, LEA COUNTY,  
NEW MEXICO

A P P L I C A T I O N

Applicant, Continental Oil Company, respectfully requests approval of the joint allocation of an approved non-standard gas proration unit in the Eumont Gas Pool to its Meyer B-28 A Com. Acct. 2 Wells Nos. 2 and 3 in Sections 28 and 33, T-20S, R-37E, Lea County, New Mexico, and in support thereof would show:

1. Applicant is the operator and co-owner of the Meyer B-28 A Com. Acct. 2, communitized area consisting of SE/4 and E/2 SW/4, Section 28, N/2 NE/4 and NE/4 NW/4, Section 33, T-20S, R-37E, Lea County, New Mexico.
2. Applicant has heretofore drilled and completed its Meyer B-28 A Com. Acct. 2 No. 2 at a location 660' FSL and 1980' FEL of Section 28, in the center of said communitized area.
3. The said 360-acres of communitized land was allocated to said well by Order No. R-916.
4. Said well has been classified as marginal since July 1, 1971, because of its inability to produce the assigned allowable.
5. Applicant has drilled Meyer B-28 A Com. Acct. 2 No. 3 at a location 760' FNL and 1880' FWL of Section 33, within the communitized area for completion as a Eumont Gas Well.
6. Applicant desires to assign the unit allowable to Wells Nos. 2 and 3 jointly with the authority to produce that allowable between said wells in any proportion.
7. The granting of this application will prevent waste and will not impair correlative rights.

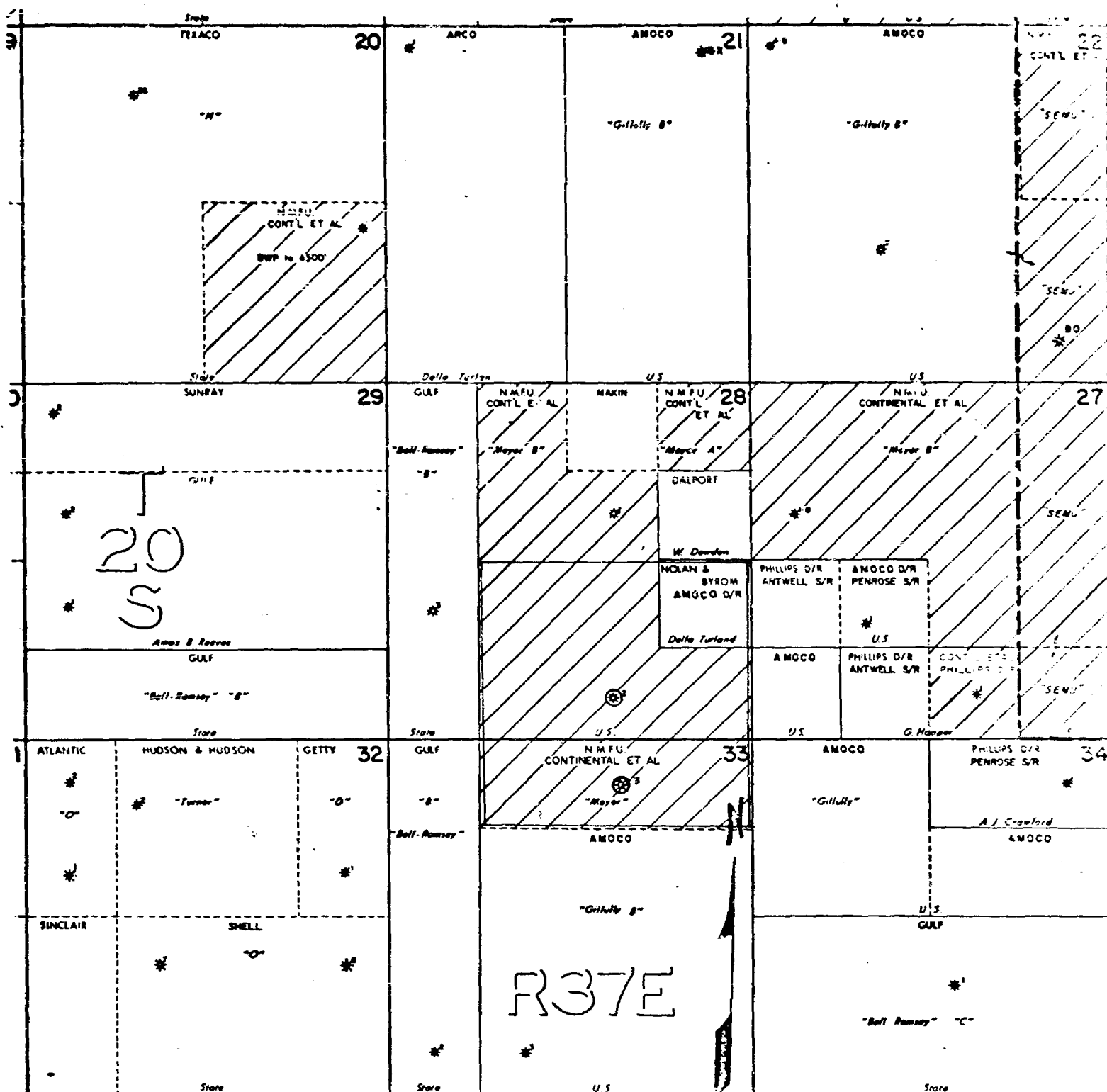
WHEREFORE, Applicant respectfully requests that this matter be set for hearing before the Commission's duly appointed Examiner and, upon hearing, an order be entered authorizing the joint allocation of said 360-acre proration unit to the two wells as described above.

Respectfully submitted,

CONTINENTAL OIL COMPANY

*L. P. Thompson*  
L. P. Thompson  
Division Manager  
Production





**CONOCO**

PRODUCTION DEPARTMENT

HOBBS DIVISION

LEA COUNTY, NEW MEXICO

MEYER B-28 "A" COM A/C 1&2

**SCALE**

DRAFT

dr/

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
COMMISSION OF NEW MEXICO FOR  
THE PURPOSE OF CONSIDERING:

CASE NO. 5414

Order No. R- 1977

APPLICATION OF CONTINENTAL OIL COMPANY  
FOR AN UNORTHODOX GAS WELL LOCATION  
AND SIMULTANEOUS DEDICATION, LEA  
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on March 5, 1975  
at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this March day of February, 1975, the Commission,  
a quorum being present, having considered the testimony, the record,  
and the recommendations of the Examiner, and being fully advised  
in the premises,

FINDS:

(1) That due public notice having been given as required by  
law, the Commission has jurisdiction of this cause and the subject  
matter thereof.

(2) That the applicant, Continental Oil Company, seeks the  
approval for a non-standard 360-acre gas proration unit comprising  
the SE/4 and E/2 SW/4 of Section 28, and the N/2 NE/4 and NE/4 NW/4  
of Section 33, both in Township 20 South, Range 37 East, NMPM,  
Eumont Gas Pool, Lea County, New Mexico.

(3) That the applicant seeks to simultaneously dedicate to said non-standard unit its Meyer B-28 A Com Acct. 2 Wells Nos. 2 and 3 located, respectively, <sup>at unorthodox locations</sup> in Unit <sup>( )</sup> of <sup>said</sup> Section 28 and in Unit <sup>( )</sup> of said Section 33, with unit production to be taken from said wells in any proportion.

(4) That the proposed non-standard gas proration unit can be efficiently and economically drained and developed by the subject wells.

(5) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the Eumont Gas Pool and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That effective at 7:00 a.m. April 1, 1975, the applicant, Continental Oil Company, is hereby authorized to simultaneously dedicate <sup>a</sup> ~~its~~ non-standard 360-acre gas proration unit comprising the SE/4 and E/2 SW/4 of Section 28, and the N/2 NE/4 and NE/4 NW/4 of Section 33, both in Township 20 South, Range 37 East, NM2M, Eumont Gas Pool, Lea County, New Mexico, to its Meyer B-28 A Com Acct. 2 Wells Nos. 2 and 3 located, respectively, <sup>at unorthodox locations</sup> in Unit <sup>( )</sup> of said Section 28 and in Unit <sup>( )</sup> of said Section 33, with unit production to be taken from said wells in any proportion.

(2) That the allowable ~~prorata~~ assigned to the above-described gas proration unit shall be based upon the unit size of 360 acres and that the operator may produce the allowable assigned to the unit from the subject wells in any proportion.

(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.