

Continental Oil Company

Hobbs, New Mexico 8824

P.O. Box 460

(505) 393-4141

1001 North Turner

L. P. Thompson Division Manager Production Department Hobbs Division Western Hemisphere Petroleum Division

June 14, 1974

New Mexico 0il Conservation Commission (3) P. O. Box 2088 Santa Fe, New Mexico 87501

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

CONSERVATION COMM. Santa Fo Cancel NISP-565 same lett

Gentlemen:

Continental Oil Company's application for a 240-Acre NSP Unit -Stevens A-34 #2, Section 34, T-23S, R-36E, Lea County, New Mexico

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-1670 for approval of a 240-acre non-standard gas proration unit for its Stevens A-34 #2, located 1650' from the North and 1650' from the East of Section 34, T-23S, R-36E, Lea County, New Mexico in the Jalmat Gas Pool.

The unit is proposed to consist of the NE/4 and the E/2 of NW/4 of Section 34, T-23S, R-36E. It is requested that this order supercede Administrative Order No. NSP-565 as approved on September 20, 1961 for a 320-acre NSP Unit for the subject well. In support of this request we would like to point that the proposed unit conforms with the requirements of 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.
- The entire proposed unit may be reasonably presumed to be productive of gas.
- The length or width of said unit does not exceed 5,280 feet.
- 5) Copies of this application have been furnished by certified mail to all offset operators and all operators within said section.

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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 Stevens A-34 #2.

Yours very truly,

nompson

JJS:pc cc + enc: New Mexico Oil Conservation Commission P. O. Box 1980 Hobbs, New Mexico 88240

RLA, JWK, FOH

Amoco Production Company P. O. Box 68 Hobbs, New Mexico 88240

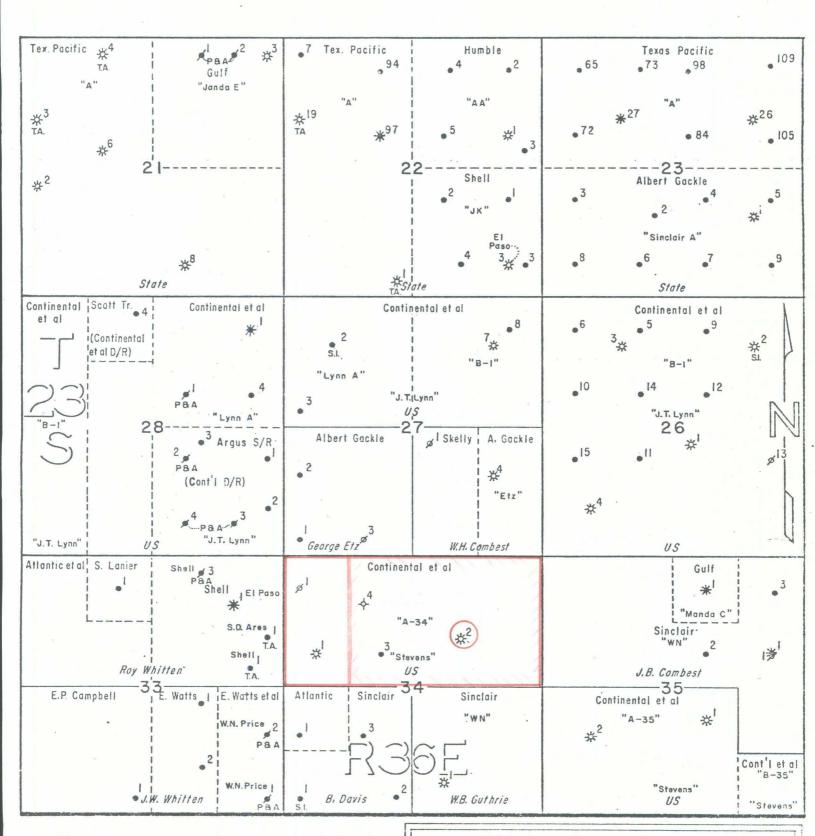
Chevron Oil Company P. O. Box 1660 Midland, Texas 79701

Offset Operators

Atlantic Richfield Company Box 1190 Midland, Texas 79701

El Paso Natural Gas Co. 600 Bldg. of the Southwest Midland, Texas 79701

Gackle Box 2038 Hobbs, New Mexico 88240



CONTINENTAL OIL COMPANY PRODUCTION DEPARTMENT - HOBBS DIVISION

LEA COUNTY, NEW MEXICO

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