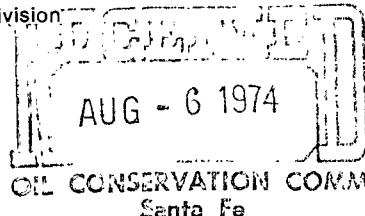




L. P. Thompson
Division Manager
Production Department
Hobbs Division
Western Hemisphere Petroleum Division

Continental Oil Company
P.O. Box 460
1001 North Turner
Hobbs, New Mexico 88240
(505) 393-4141



August 1, 1974

NSP - 964

New Sept 5

R-1670 Rule 5(b)

New Mexico Oil Conservation Commission
P. O. Box 2038
Santa Fe, NM 87501

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

Gentlemen:

Continental Oil Company's application for a 160 NSP Unit - Jack A-20 No. 9, Section 20, T-24S, R-37E, 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 an 160-acre Non-standard Gas Proration unit for its Jack A-20 No. 9, located 660' FNL, and 990' FEL of Section 20, T-24S, R-37E, Lea County, New Mexico, in the Jalmat Gas Pool. The unit is proposed to consist of the NE/4 of Section 20, T-24S, R-37E.

This acreage was previously dedicated to Jack A-20 No. 4, located in Unit letter G of section 20. This 240 acre unit was assigned by administrative order NSP 123, which includes the NE/4 and the N/2 of the SE/4. Due to mechanical problems, the Jack A-20 No. 4 was shut-in and the meter has been removed. Please rescind NSP Order No. 123.

In support of this request, we would like to point out 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
- 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 5280'
- 5) Copies of this application have been furnished by certified mail to all offset operators and all operators within said unit.

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 operators.

NMOCC - Santa Fe

Page 2

August 1, 1974

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 Jack A-20 No. 9.



L. P. Thompson

JJS:pc

cc: New Mexico Oil Conservation Commission
P. O. Box 1980
Hobbs, NM 88240

RLA, FOH, JWK

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

Offset Operators

City Service Oil Company
P. O. Box 4906
Midland, TX 79701

Mr. John Yuronka
120C Central Building
Midland, TX 79701

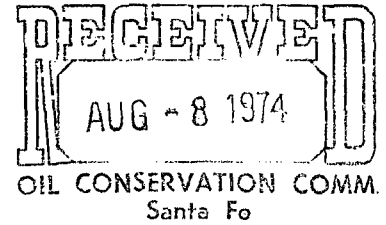
Amoco Production Company
P. O. Box 68
Hobbs, NM 88240

Amoco Production Company
P. O. Box 3092
Houston, TX 77001

Skelly Oil Company
P. O. Box 1351
Wall Towers West
Midland, TX 79701

Atlantic Richfield Company
P. O. Box 1610
Midland, TX 79701

OIL CONSERVATION COMMISSION
HOBBS DISTRICT



OIL CONSERVATION COMMISSION
BOX 2088
SANTA FE, NEW MEXICO

DATE August 7, 1974

RE: Proposed MC _____
Proposed DHC _____
Proposed NSL _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____
Proposed NSP X

Gentlemen:

I have examined the application dated August 1, 1974
for the Continental Oil Company Jack A-20 #9-A 20-24-37
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

O.K. ----- JDR

Yours very truly,

