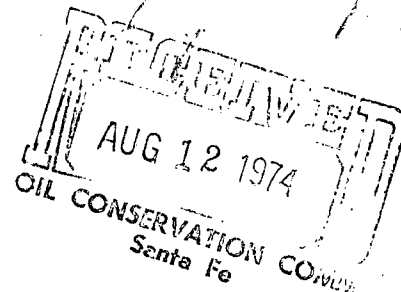


L. P. Thompson
 Division Manager
 Production Department
 Hobbs Division
 Western Hemisphere Petroleum Division

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

August 7, 1974

NSP- 968
Line Sept 11
R-1670 Rule 5(b)



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

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

Gentlemen:

Continental Oil Company's Application for a 160-acre NSP Unit - SEMU Eumont
 No. 90 - Section 22, T-20S, 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 Eumont Gas Pool of Order No. R-1670 for approval of a 160-acre Non-Standard Gas Proration Unit for its SEMU Eumont No. 90, located 660' PSL 660' FEL of Section 22, T-20S, R-37E, Lea County, New Mexico in the Eumont Gas Pool. The Unit is proposed to consist of the E/2 of the E/2 of Section 22, T-20S, R-37E.

SEMU Eumont No. 90 currently has a 320-acre Non-Standard Gas Proration Unit assigned, as approved by Order No. R-3833. We wish to have this order cancelled, in so far as it refers to well No. 90 in paragraph 1 (h) of the Order dated September 8, 1969.

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 Section 22.

NMOCC - Santa Fe
Page 2
August 7, 1974

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 SEMU Eumont No. 90.



L. P. Thompson

JJS:pc

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

RLA, FOH, JWK

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

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

Offset Operators

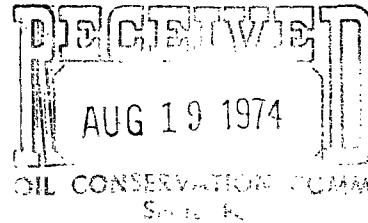
Amoco Production Company
P. O. Box 367
Andrews, TX, 79714



Amoco Production Company

500 Jefferson Building
P.O. Box 3092
Houston, Texas 77001

E. E. Morris
Division Engineer



August 14, 1974

File: DRC-986.51NM-2855

Re: Non-Standard Gas Proration Unit
SEMU Eumont No. 90
Sec. 22, T-2-S, R-37-E
Lea County, New Mexico

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

Attention: Mr. A. L. Porter, Jr.

Gentlemen:

Continental Oil Company has requested administrative approval of a 160-acre Non-Standard Gas Proration Unit for its SEMU Eumont No. 90. This proposed Unit is located 660' FSL and 660' FEL of Section 22, T-20-S, R-37-E, Lea County, New Mexico, and is to consist of the E/2 of the E/2 of this section.

As an offset operator, Amoco Production Company has no objection to this Non-Standard Unit and hereby waives notice and hearing.

Very truly yours,

cc: Continental Oil Company
P. O. Box 460
Hobbs, NM 88240

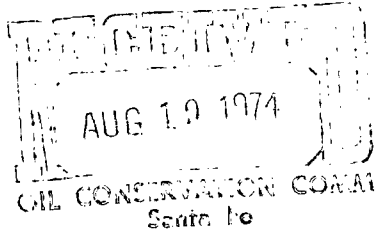
EHW:as

OIL CONSERVATION COMMISSION
Hobbs DISTRICT

OIL CONSERVATION COMMISSION
BOX 2088
SANTA FE, NEW MEXICO

DATE August 14, 1974

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



Gentlemen:

I have examined the application dated _____
for the Continental Oil Co. SEMU-Eumont #90-P 22-20-37
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

O.K.---J.D.R.

Yours very truly,