CONTINENTAL OIL COMPANY

1000 NOV iRoswell; New Mexico November 7, 1958

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

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

Re: Continental Oil Company application for a 40-acre nonstandard gas proration unit for its Stevens 1-34 No. 1 in Section 34, T23S, R36E, NMPM, Jalmat Gas Pool, Lea County, New Mexico.

11 17

Gentlemen:

Continental Oil Company respectfully requests administrative approval under the provisions of Rule 5 (b) of the Special Rules and Regulations for the Jal mat Gas Pool of Order No. R-520 for the reduction of the presently approved 160 acre unit to a 40-acre non-standard gas proration unit consisting of the SW/4 NW/4 of Section 34, Township 23 South, Range 36 East, for its Stevens A-34 No. 1 well located 1980 feet from the North line and 660 feet from the West line of Section 34, Township 23 South, Range 36 East, Lea County, New Mexico in the Jal mat Gas Pool.

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

- 1. Said proposed non-standard gas proration unit consists of contiguous quarter-quarter sections.
- 2. Said proposed non standard gas proration unit lies wholly within a single governmental section.
- 3. The entire proposed non-standard gas proration unit may be reasonably presumed to be productive of gas.
- 4. The length or width of said unit does 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 to the best of our know-ledge and belief the proposed unit, the location of the  $No.\ l$  well and other wells on the lease, offset wells and ownership thereof.

New Mexico Oil Conservation Commission Page 2

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 Stevens A-31+ No. 1 well as described above.

R. L. Adams

Division Superintement

of Production

New Mexico Division

STATE OF NEW MEXICO)
COUNTY OF CHAVES

R. L. Adams, 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.

(Sign ture)

Subscribed and sworn to before me this  $7^{7}$  day of <u>November</u> 1958.

Louis B. Houston

My Commission expires:

May 25, 1960

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Copies to: NMOCC -3 HLJ -2 JRP File

Copies by registered mail to:

Atlantic Refining Co., P. O. Box 1028, Denver City, Texas Western Natural Gas Co., 823 Midland Tower, Midland, Texas Sinclair Oil & Gas Co., 520 E. Broadway, Hobbs, New Mexico Shell Oil Co., Box 1957, Hobbs, New Mexico Schermerhorn Oil Corp., Box 1537, Hobbs, New Mexico Gackle Oil Company, Box 2076, Hobbs, New Mexico Skelly Oil Company, Box 38, Hobbs, New Mexico Sunray Mid-Continent Oil Company, 1101 Wilco Bld g., Midland, Texas

Continental CONT' "B" J. T. LYNN GackLE GackLE SKELLY T 23 S COMBEST ATLANTIC CONTINENT GREENBRIER J. W. WHITTEN NN N.G BATEMAN SHELL SINCLAIR

R-36-E

## STRUCTURE MAP - JALMAT POOL CONTOURED ON TOP OF YATES

CONTOUR INT: 25'

SCALE | 1" = 2000"

UNIT WELL O
PRESENT UNIT \_\_\_\_
PROPOSED UNIT \_\_\_\_
PROPOSED ADJOINING UNIT\_

El Paso Matural Gas Company

1958 NOV 26. M. El Paso, Texas November 21, 1958 New Mexico Oil Conservation Commission

P. O. Box 871 Santa Fe, New Mexico

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

Re: Continental Oil Company application for a 40-acre non-standard gas proration unit for its Stevens A-34 No. 1 in Section 34, T23S, R36E, NMPM, Jalmat Gas Pool, Lea County, New Mexico

## Gentlemen:

Continental Oil Company's notification to El Paso Natural Gas Company as offset operator of their above mentioned application was delayed as explained in Mr. R. L. Adams' letter of November 19, 1958 to your attention.

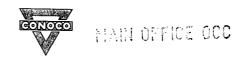
In order that the delay in our receipt of Continental's application may not in turn unduly delay the administrative approval sought, El Paso herewith advises the Commission that they have no opposition to the granting of the non-standard proration unit as proposed in Continental's application of November 7, 1958.

Yours very truly,

F. NORMAN WOODRUFF, Manager Gas Proration Operations

FNW:mgs

CC: Mr. R. L. Adams Continental Oil Company



## CONTINENTAL OIL COMPANY

825 PETROLEUM BUILDING ROSWELL. NEW MEXICO

R. L. ADAMS
DIVISION SUPERINTENDENT
OF PRODUCTION
NEW MEXICO DIVISION

November 19, 1958

New Mexico Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico

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

Re: Continental Oil Company application for a 40-acre nonstandard gas proration unit for its Stevens A-34 No. 1 in Section 34, T23S, R36E, NMPM, Jalmat Gas Pool, Lea County, New Mexico

Gentlemen:

The subject application was forwarded to your office on November 7, 1958. Our records indicated Shell Oil Company to be the operator in the NE/4 of Section 33-23-36 and as such, they were forwarded copies of our application in accordance with the provisions of Rule 5 (b) of the Special Rules and Regulations for the Jalmat Gas Pool of Order R-520. Subsequently, we have been advised by the Shell Oil Company that they own only the gas rights in the NE/4 of Section 33-23-36 and that the gas rights in this quarter section are actually held by the El Paso Natural Gas Company.

We are therefore this date forwarding to the El Paso Natural Gas Company a copy of the subject application via registered mail. We trust this action will enable you to approve this application without undue delay.

Very truly yours,

RLA-CP

Carbon copy to: Mr. F. Norman Woodruff

El Paso Natural Gas Company

El Paso, Texas

New Mexico Oil Conservation Commission Page 2

STATE OF NEW MEXICO)

COUNTY OF CHAVES

STATE OF NEW MEXICO)

R. L. Adams, 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.

(Signature)

Subscribed and sworn to before me this 197h day of November, 1958.

Louis B. Houston

My Commission expires:

5-25-60