Roswell, New Mexico AUG 1 9 1961

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New Mexico Oil Conservation Commission F. O. Fox 371 Santa Fe, New Mexico

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

Subject: Application of Continental Oil Company for Enlargement of a 260-acre to a 320acro Non-standard Gas Provation Unit for its Stevens A-34 No. 2 in Section 34, T-235, R-36E, NMPM, Jalmat Gas Pool, Lea County, New Mexico.

## Gentlemen:

Continental Cil Company respectfully requests administrative approval under the provisions of Hule 5(c) of the General Rules and Regulations for Prorated Gas Pools of Southeast New Maxico of Order No. R-1670 for the enlargement of the presently approved 280-acre non-standard unit to a 320 non-standard gas proration unit consisting of the N/2 of Section 34, Township 23 South, Range 36 East, for its Stevens A-34 No. 2 well located 1650 feet from the North and East lines of Section 34, Township 23 South, Range 36 East, NMPM, Lea County, New Mexico, in the Jalmat 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(c) in all respects as follows:

1. Said proposed unit consists of less than 640 acres.

2. Said proposed non-standard gas proration unit consists of contiguous quarter-quarter sections.

3. Said proposed non-standard gas provotion unit lies wholly within a single governmental section.

h. The entire proposed non-standard gas proration unit may be reasonably presumed to be productive of gas from the Jalmat Pool.

5. The length or width of said unit does not exceed 5,280 feet.

6. Copies of this application have been furniched this date by registered mail to all offset operators and all operators within 1,500 fest of said well, as required by the provisions of said Eule  $5(c)_{o}$ 

A plat is attached hereto showing to the best of our knowledge and belief the proposed witt, the Location of the No. 2 well and other wells on the lease, offset wells and ownership thereof.

Said well was completed on February 28, 19/3, and therefore is eligible for the tolerance permitted in Rule 5(b) of the special pool rules for the Jalmat Pool of Order No. R-1670. 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-34 No. 2 well as described above.

W=G. Mead

W. A. Mead Division Superintendent of Production New Mexico Division

STATE OF NEW MEXICO ) ) SS. COUNTY OF CHAVES )

W. A. Mead, 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 therein are true, as he is credibly informed and believes.

lugust , 1961.

My Commission Expires:

11/ay 25, 1964

Copies to: NMOCC-3 RGP - 1 HGO - 1 JRP - 1 File - 1

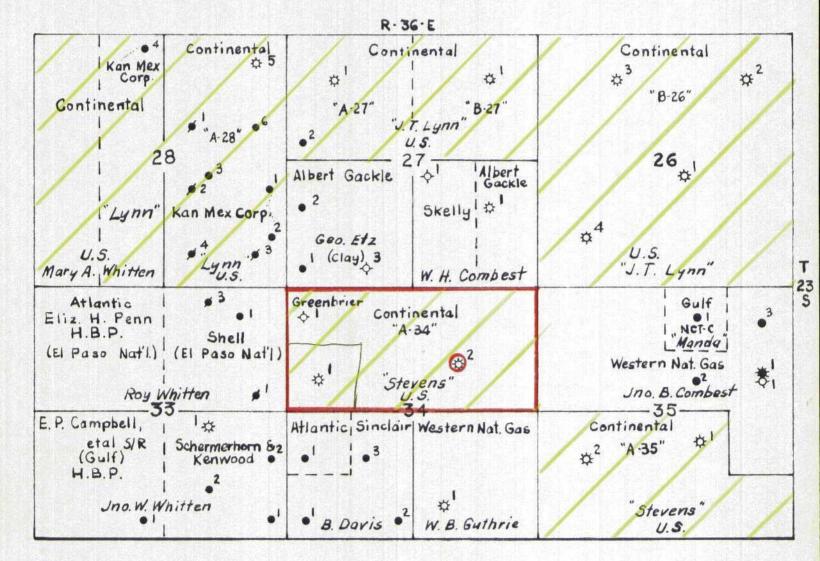
Copies by registered mail to:

Western Natural Gas Company 832 Midland Tower Midland, Texas

Sinclair Oil & Cas Company 520 E. Broadway Hobbs, New Mexico

Atlantic Refining Company P. O. Box 1028 Denver City, Texas

Louis B. Houston



CONTINENTAL OIL COMPANY LOCATION AND OWNERSHIP PLAT STEVENS A-34 AREA

Stevens A-34 No. 2 🔘

Scale 1" = 2,000'

Proposed Gas Proration Unit ----