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1039 JUN A CONTINENTAL OIL COMPANY

P. O. Box 1377 Roswell, New Mexico June 3, 1963

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

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

Gentlemen:

Re: Application for 120-acre

NSP gas unit - Stewart

29 No. 2

We forward herewith application in triplicate for approval of a 120-acre gas proration unit for our Stewart 29 No. 2 well located in Unit I, Section 29, T23S, R37E, Lea County, New Mexico.

Copy of this application is being furnished this date by registered mail to the offset operators listed below.

Your further handling and approval of this application will be sincerely appreciated.

Yours very truly,

A. B. SLAYBAUGR

Division Superintendent

of Production

New Mexico Division

VTL-pr Enc.

cc: RGP GW JWK JRP

Copies by Registered Mail:

T. P. Coal & Oil Company, Box 1688, Hobbs, New Mexico Tom Brown Drilling Company, Box 5131, Midland, Texas Gulf Oil Corporation, Box 2167, Hobbs, New Mexico E. Constantine, Jr., 2807 Mercantile Bank Bldg., Dallas 1, Texas

CONTINENTAL OIL COMPANY

Roswell, New Mexico

June 3, 1963

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

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

Re: Continental Oil Company application for 120 acre non-standard gas proration unit for its Stewart 29 No. 2 in Section 29, T-23S, R-37E, NMPM, Jalmat Pool, Lea County, New Mexico

Gentlemen:

Continental Oil Company respectfully requests administrative approval under the provisions of Rule 5 (C) of the Special Rules and Regulations for the Jalmat Gas Pool of Order R-1670 for the formation of a 120-acre non-standard gas proration unit consisting of the NE/4 SE/4 and S/2 SE/4 of Section 29, Township 23 South, Range 37 East, for its Stewart 29 No. 2 well located 2310 feet from the south line and 990 feet from the east line of Section 29, Township 23 South, Range 37 East, 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:

- 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.
- 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 operators in said Section 29 and all operators within 1,500 feet of said well, as required by the provisions of said Rule 5 (C).

New Mexico Oil Conservation Commission Page 2

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

A 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 provation unit for Continental Oil Company's Stewart 29 No. 2 well as described above.

A. B. SLAYBAUGH Division Superintendent of Production New Mexico Division

STATE OF NEW MEXICO)
COUNTY OF CHAVES)

A. B. Slaybaugh, 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.

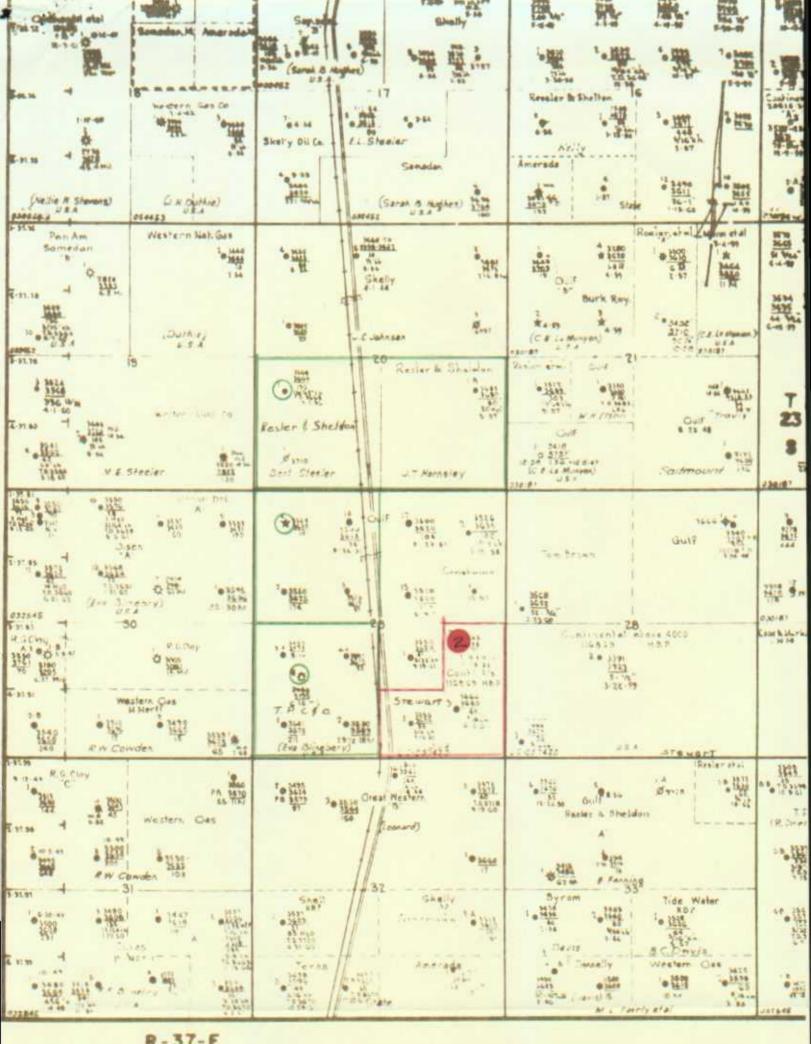
		(Signature)				
Subscribed and	sworn to !	before 1	Re	this	day	of

My Commission expires:

Copies to: NMOCC - 3
RGP - 1
GW - 1
JWK - 1
JRP - 1
File - 1

Copies by registered mail to:

T. P. Coal and Oil Co. - Box 1688, Hobbs, New Mexico Tom Brown Drilling Co. - Box 5131, Midland, Texas Gulf Oil Corporation - Box 2167, Hobbs, New Mexico E. Constantine, Jr., 2807 Mercantile Bank Building, Dallas 1, Texas



R-37-E

Subject Well

Offset Well

Proposed NSPU

Offset Unit

CONTINENTAL COMPANY OIL

Production Department Eunice, New Mexico

Location Plat

Proposed Non-Standard Proration Unit

Stewart 29 Lease

Date: Scale: 1" = 2000'