



*Sept hearing
Case 946*

CONTINENTAL OIL COMPANY

FAIR BUILDING
FORT WORTH 2, TEXAS

H. L. JOHNSTON
REGIONAL MANAGER OF PRODUCTION
SOUTHWESTERN REGION

July 29, 1955

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

Attention of Mr. W. B. Macey

Gentlemen:

We are forwarding herewith three copies of our application for two unorthodox proration units for our Emma T. Russell - Federal lease in the North Mason pool, Eddy County, New Mexico. Please place this matter on the docket for hearing August 17, 1955.

Yours very truly,

HLJ-MD

Enc

Carbon copy to:

Mr. Jason W. Kellahin
54½ E. San Francisco
Santa Fe, New Mexico

Continental Oil Co.
2000 ...

IN THE MATTER OF THE APPLICATION OF
CONTINENTAL OIL CO. FOR APPROVAL OF
TWO UNORTHODOX PRORATION UNITS ON
ITS "EMMA T. RUSSEL-FEDERAL" LEASE
LOCATED IN SECTION 35, T-26-S, R-31-E,
NMPM IN THE N. MASON POOL, EDDY COUNTY,
NEW MEXICO.

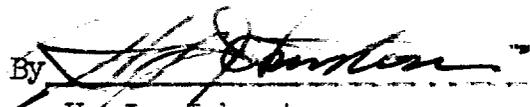
APPLICATION

Comes now Continental Oil Company and would respectfully show unto the Commission:

1. That applicant is the owner of a lease designated the Emma T. Russell - Federal Lease containing, among other lands, all of Section 35, T-26-S, R-31-E, Eddy County, New Mexico.
2. That said Section 35 is bounded on the south by the Texas-New Mexico border and as a result is a fractional section containing 261 acres, more or less.
3. That the northern portion of said section consists of four regular 40-acre tracts but the remainder of said Section is subdivided into four lots, numbered 1 to 4, both inclusive, and containing approximately 25.25 acres each.
4. That development of said lots 1 through 4 as individual drilling units would be impractical and uneconomic.
5. That applicant proposes to form two unorthodox drilling and proration units, one unit to consist of lots 1 and 2 and the other to consist of lots 3 and 4, and each to contain 50.5 acres, more or less.
6. That formation of said unorthodox units and the assignment of allowables in proportion to the acreage contained therein will enable applicant to develop said lots on a well density adequate to recover the oil in and under said fractional lots and thus prevent physical and economic waste which would otherwise occur.

Wherefore, applicant prays that this application be set for hearing at the regularly scheduled hearing on August 17, 1955; that due notice of this application be given; and that upon hearing an order be entered approving the two unorthodox units described above and granting an allowable to the wells thereon in proportion to the acreage therein contained as provided in rule 104 (h) of the rules and regulations of the Oil Conservation Commission.

Respectfully submitted
CONTINENTAL OIL COMPANY

By 
H. L. Johnston
Regional Manager
of Production
Southwestern Region