

2390

Roswell, New Mexico

SEP 11 1961

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

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

Subject: Application of Continental Oil Company for Enlargement of a 160-acre to a 320-acre Non-standard Gas Proration Unit for its Stevens B-7 No. 1 in Section 7, T-23S, R-37E, NMPM, Jalmat Gas Pool, Lea County, New Mexico

Gentlemen:

Continental Oil Company respectfully requests administrative approval under the provisions of Rule 5(c) of the General Rules and Regulations for Prorated Gas Pools of Southeast New Mexico of Order No. R-1670 for the enlargement of the presently approved 160-acre unit to a 320-acre non-standard gas proration unit consisting of the S/2 of Section 7, Township 23 South, Range 37 East, for its Stevens B-7 No. 1 well located 990 feet from the South and West lines of Section 7, Township 23 South, Range 37 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:

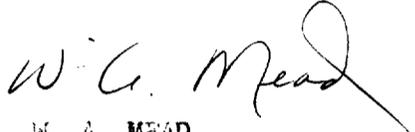
1. Said proposed unit consists of less than 640 acres.
2. Said proposed non-standard gas proration unit consists of contiguous quarter-quarter sections.
3. Said proposed non-standard gas proration unit lies wholly within a single governmental section.
4. The entire proposed non-standard gas proration 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 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(c).

A plat is attached hereto showing to the best of our knowledge and belief the proposed unit, the location of the No. 1 well and other wells on the lease, offset wells and ownership thereof.

Said well was completed on December 21, 1947, 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.

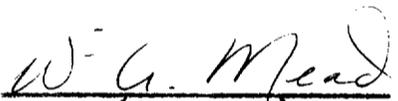
The granting of this application is in the interest of preventing waste and the protection of correlative rights.

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 B-7 No. 1 well as described above.

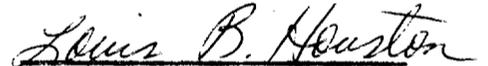

W. A. MEAD
Division Superintendent
of Production
New Mexico Division

STATE OF NEW MEXICO)
COUNTY OF CHAVES) SS.

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.


(Signature)

Subscribed and sworn to before me this 11th day of
September, 1961.



My Commission Expires:

5-25-64

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

Copies by registered mail to:

Texas Pacific Coal & Oil Co.
P. O. Box 1688
Hobbs, New Mexico

Albert Gackle
P. O. Box 2076
Hobbs, New Mexico

Sun Oil Company
P. O. Box 2792
Odessa, Texas

GOVERNOR
EDWIN L. MECHEM
CHAIRMAN

State of New Mexico
Oil Conservation Commission

LAND COMMISSIONER
E. S. JOHNNY WALKER
MEMBER

STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

P. O. BOX 871
SANTA FE

October 16, 1961

Mr. Jason Kellahin
Kellahin & Fox
Box 1713
Santa Fe, New Mexico

Re: Case No. 2390 and 2391
Order No. R-2087 and R-2088
Applicant:
Continental Oil Company

Dear Sir:

Enclosed herewith are two copies of the above-referenced Commission order recently entered in the subject case.

Very truly yours,



A. L. PORTER, Jr.
Secretary-Director

ir/

Carbon copy of order also sent to:

Hobbs OCC _____

Artesia OCC _____

Aztec OCC _____

OTHER _____
