

BEFORE THE OIL CONSERVATION COMMISSION
OF THE
STATE OF NEW MEXICO

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IN THE MATTER OF THE APPLICATION OF
CONTINENTAL OIL COMPANY FOR AN EXCEPTION
TO RULE 5(a) OF THE SPECIAL RULES AND
REGULATIONS FOR THE EUMONT GAS POOL CONTAINED
IN ORDER R-1670 FOR THE ENLARGEMENT OF THE
PRESENTLY APPROVED 160-ACRE UNIT TO A NON-
STANDARD GAS PRORATION UNIT OF 272.38 ACRES
CONSISTING OF LOTS 2, 3, 4, 5, 6, 7 and 8 OF
SECTION 1, T-21S, R-36E, NMPM, LEA COUNTY,
NEW MEXICO, TO BE ALLOCATED TO ITS STATE F-1
WELL NO. 6, EUMONT GAS POOL.

Case 2404

A P P L I C A T I O N

Comes now Applicant, Continental Oil Company, and petitions the Commission for an order enlarging the present 160-acre gas proration unit to one of 272.38 acres consisting of Lots 2, 3, 4, 5, 6, 7 and 8 of Section 1, T-21S, R-36E, NMPM, Eumont Gas Pool, Lea County, New Mexico, to be allocated to its State F-1 No. 6 well located 660 feet from the north line and 660 feet from the west line of said Section 1 and in support thereof would show:

1. That Applicant is owner and operator of a lease designated as the State F-1 Lease consisting of Section 1, T-21S, R-36E, NMPM, Lea County, New Mexico.

2. That Applicant drilled and completed as a gas well its State F-1 Well No. 1 located 660 feet from the south and west lines of Section 1.

3. That Applicant acquired by purchase from John M. Kelly, a well now designated as State F-1 No. 6 located 660 feet from the north and west lines of Section 1.

4. That the lease acreage is currently allocated for Eumont gas proration purposes in the following manner:

Well No. 1 - 640 acres, consisting of Lots 9, 10, 11, 12, 13, 14, 15 and 16 and the S $\frac{1}{2}$.

Well No. 6 - 160 acres, consisting of Lots 3, 4, 5 and 6.

5. That lot 1 is allocated for Eumont oil to State F-1 Well No. 4.

6. That Applicant proposes to enlarge the proration unit for Well No. 6 so that the enlarged unit will be 272.38 acres, consisting of Lots 2, 3, 4, 5, 6, 7, and 8 of said Section 1.

7. That the proposed re-allocation is in the interest of the prevention of waste and the protection of correlative rights.

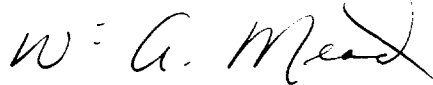
Wherefore, Applicant prays that this application be set for hearing before the Commission's duly appointed examiner, that appropriate notice thereof be given, and that upon hearing, an order be entered granting Applicant an exception to Rule 5(a) of the special rules and regulations for the prorated gas pools of southeast New Mexico, contained

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in Order No. R-1670 for the non-standard gas proration unit described above.

Respectfully submitted,

CONTINENTAL OIL COMPANY

A handwritten signature in dark ink, appearing to read "W. A. Mead", with a stylized flourish at the end.

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

WAM-BFH