



SEP 26 1969

CONTINENTAL OIL COMPANY

P. O. Box 460
Hobbs, New Mexico 88240
September 24, 1969

New Mexico Oil Conservation Commission (3)
P. O. Box 2088
Santa Fe, New Mexico

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

Re: Application for Unorthodox Location
Anderson Ranch Unit Well No. 3,
Section 11, T16S, R32E, Lea County,
New Mexico

Gentlemen:

Continental Oil Company is operator of the Anderson Ranch Unit which consists of SW/4 Section 1, S/2 Section 2, all of Section 11, W/2 Section 12, W/2 NW/4 Section 13, and N/2 Section 14, in T16S, R32E, Lea County, New Mexico. The unit has had production for a number of years from the Anderson Ranch Devonian and Anderson Ranch Wolfcamp reservoirs.

Recently Well No. 3, located 660' FNL and 660' FEL of Section 11, was plugged back from the Devonian formation and tested in the Morrow section of the Pennsylvanian formation. This reservoir is proposed to be designated the Anderson Ranch Morrow gas pool.

Continental proposes to allocate for gas proration purposes under Rule 104-C, 11(a) the E/2 of Section 11 to the well. The location of the well, however, fails to conform to the aforesaid rule and it is respectfully requested that exception to the well location requirement be granted as provided in Rule 104 F. In support of this application it is called to your attention that the unorthodox location results from the recompletion of a well previously drilled to another horizon and that the

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location conforms to the location requirements for that horizon. It is further called to your attention that, as shown on the attached plat, the proposed proration unit is completely surrounded by other acreage included in the Anderson Ranch Unit and that there are no offset operators involved.

It is respectfully requested that the unorthodox location for Anderson Ranch Unit No. 3 be approved as described above.

Yours very truly,



G. C. Jamieson
Assistant Division Manager

VTL-JS

NMOCC-Hobbs

RLA JJB JWK
Attach

