

L. P. Thompson Division Manager **Production Department** Hobbs Division

Western Hemisphere Petroleum Division

August 1, 1974

Continental Oil Company P.O. Box 460

1001 North Turner

Hobbs, New Mexico 88240 (505): 393-4141

AUG - 6 1974

CONSERVATION COMM. Santa Fe

New Mexico Oil Conservation Commission P. O. Box 2038 Santa Fe. NM 87501.

Attenzion Mr. A. L. Porter, Jr. - Secretary-Director

Gentlemen:

Continental Oil Company's application for an 160-acre NSP Unit - Jack A-29 No. 8, Saction 29, T-24S, R-37E, Lea County, New Mexico

Continental Oil Company respectfully requests administrative approval under the provisions of Rule 5 (b) of the Special Rules and Regulations for the Jalmat Gas Pool of Order No. R-1670 for approval of an 160-acre non-standard gas proration unit for its Jack A-29 No. 8, located 1980' from the South line and 1980' from the East line of Section 29, T-24S. R-37E, Lea County, New Mexico, in the Jalmat gas pool. The unit is proposed to consist of the SW/4 NE/4, N/2 SE/4, and SW/4 SE/4 of section 29, T-24S, R-37E.

A 320-acre non-standard gas proration unit was assigned to Jack A-29 No. 3 as approved by NSP-309. The Jalmat gas perfs were squeezed in well No. 3 in December of 1970, when this well was placed on production as a Langlie Mattix Oil Well in Continental's Jack A-B 29 waterflood. The communitization between the A-29 and B-29 leases was dissolved at that time. We request that NSP 309 be rescinded in favor of this 160-acre unit to be assigned to Jack A-29 No. 8.

In support of this request we would like to point out that the proposed unit conforms with the requirements of Rule 5 (b) in all respects as tollows:

- 1) Said Unit consists of contiguous quarter/quarter sections and/or
- 2) Said Unit lies wholly within a single governmental section
- 3) The entire proposed unit may be reasonably presumed to be productive of gas
- 4) The length or width of said unit does not exceed 5280!
- 5) Copies of this application have been furnished by certified mail to all offset operators and all operators within said unit

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A plat is attached hereto showing, to the best of our knowledge and belief, the proposed unit, the location of the well, and the offset operators.

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 Jack A-29 No. 8.

L. P. Thompson

JJS:pc

cc+attach.: New Mexico Oil Conservation Commission P. O. Box 1980
Hobbs, NM 88240

RLA, FOH, JWK

Capkon

Chevron Oil Company P. O. Box 1660 Midland, TX 79701

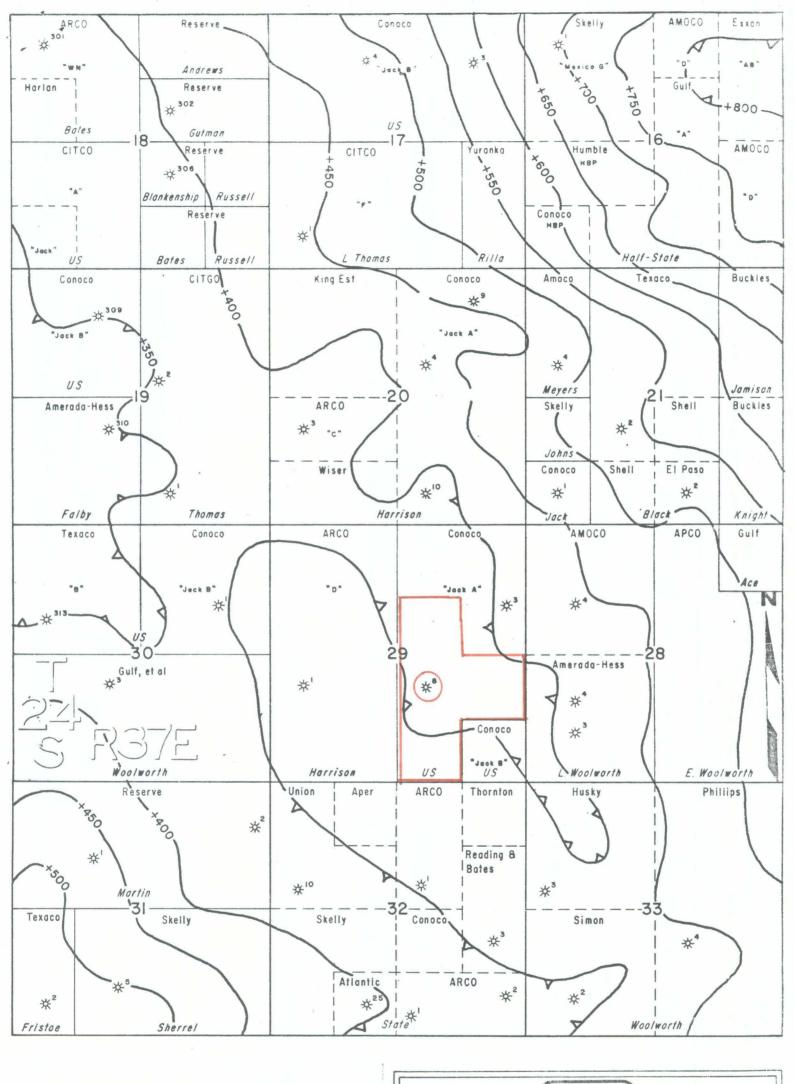
Offset Operators

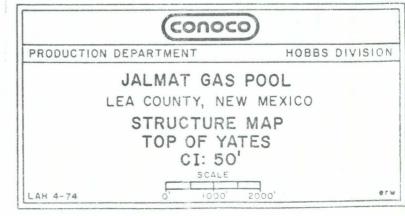
Atlantic Richfield Company P. O. Box 1610 Midland, TX 79701

Amareda Hess Drawer 817 Seminole, TX 79360

Amoco Production Company P. O. Box 68 Hobbs, NM 88240

Husky Oil Company
P. O. Box 380
Cody, Wyoming 82414





OIL CONSERVATION COMMISSION HOBBS DISTRICT

DEGENIZA
AUG - 8 1974
CONSERVATION COMM

OIL CONSERVATION COMMISSION BOX 2088 SANTA FE, NEW MEXICO

DATE	August 1974		
RE:	Proposed MC		
	Proposed DHC		
	Proposed NSL		
	Proposed SWD		
	Proposed WFX		
	Proposed PMX		
	Proposed NSP X		

Gentlemen:

I have examined the application dated August 1, 1974				
for the Continental Oil Company	Jack A-29 #8-J 29-	24-37		
Operator	Lease and Well No.	Unit, S-T-R		
and my recommendations are as follows:				
O.K JDR				

Yours very truly,