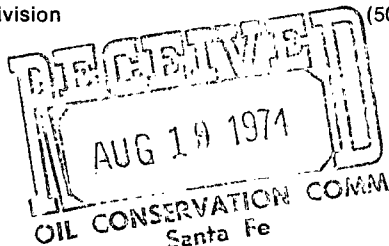




L. P. Thompson
Division Manager
Production Department
Hobbs Division
Western Hemisphere Petroleum Division

Continental Oil Company
P.O. Box 460
1001 North Turner
Hobbs, New Mexico 88240
(505) 393-4141

August 16, 1974



NSP- 971

*R-1670 Rule 5 (b)
Recd Sept 18*

New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, NM 87501

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

Gentlemen:

Continental Oil Company's Application for a 240-acre NSP Unit - SEMU
Eumont No. 92 - Section 24, T-20S, 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 Eumont Gas Pool of Order No. R-1670 for approval of a 240-acre Non-standard Gas Proration Unit for its SEMU Eumont No. 92 located 660' FNL 1980' FWL of Section 14, T-20S, R-37E, Lea County, New Mexico in the Eumont Gas Pool. The proposed unit is to consist of the NW/4 and the W/2 of the NE/4 of Section 14, T-20S, R-37E.

This acreage is currently dedicated to SEMU Eumont No. 66 located in Unit letter L of Section 14. The Order approving the Non-standard proration unit for SEMU Eumont No. 66 is being amended under separate application.

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 follows:

- 1) Said Unit consists of contiguous quarter/quarter sections and/or lots
- 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 section 14.


NMOCC - Santa Fe

Page 2

August 16, 1974

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 ownership.

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 SEMU Eumont No. 92.


for L. P. Thompson

JJS:saw

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

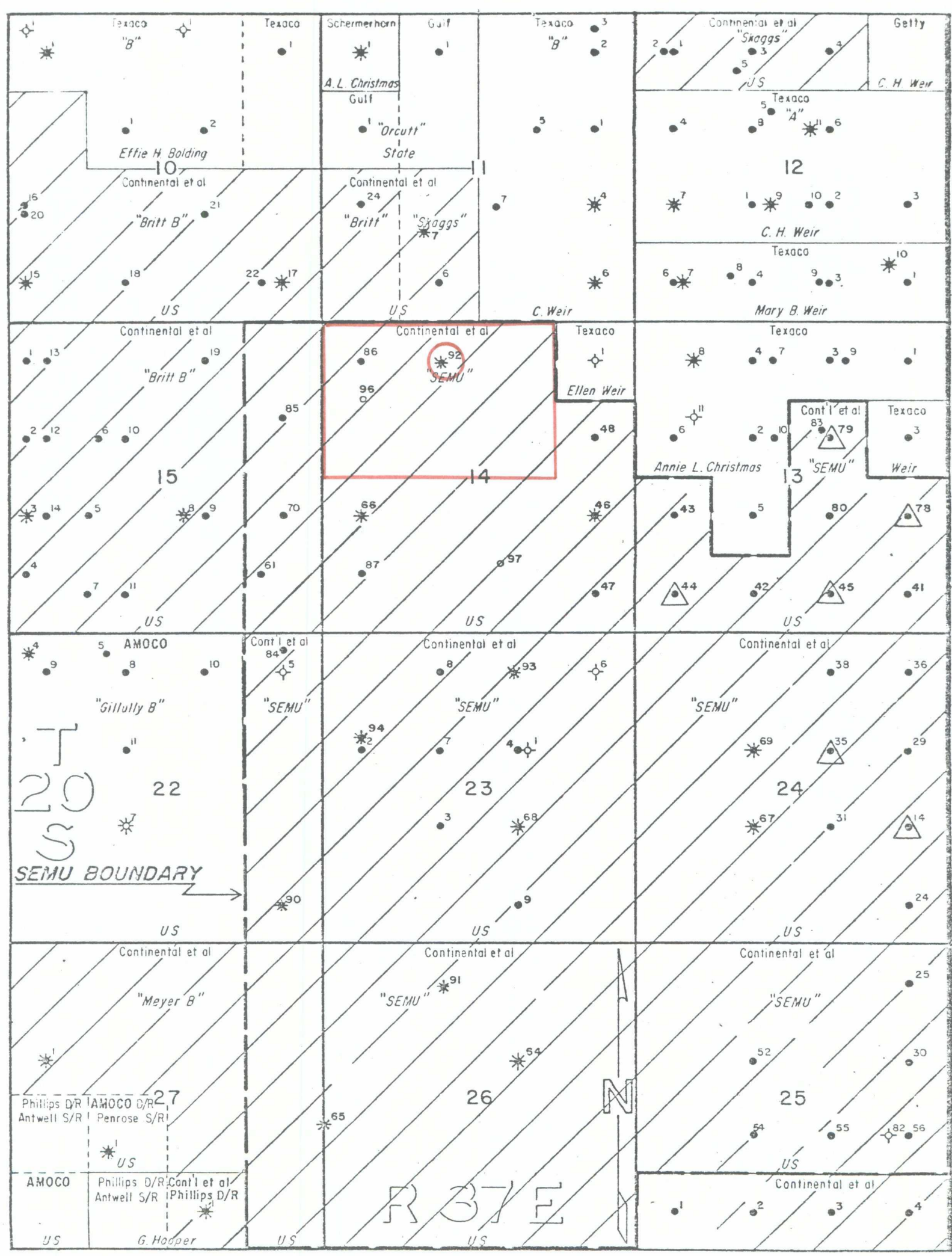
RLA, FOH, JWK

Amoco Production Company
P. O. Box 367
Andrews, TX 79714

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

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

Offset Operator
Texaco Inc.
P. O. Box 458
Hobbs, NM 88240



CONTINENTAL OIL COMPANY

PRODUCTION DEPARTMENT—HOBBS DIVISION

LEA COUNTY, NEW MEXICO

SCALE

0 10 20

KLT 3-74 Rev

OIL CONSERVATION COMMISSION
Hobbs DISTRICT

OIL CONSERVATION COMMISSION
BOX 2088
SANTA FE, NEW MEXICO

DATE August 20, 1974

RE: Proposed MC _____
Proposed DHC _____
Proposed NSL _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

NSP X

Gentlemen:

I have examined the application dated _____
for the Continental Oil Co. SEMU Eumont #92-C 14-20-37
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

O.K.---J.D.R.

Yours very truly,

