

due Jul 5, 1961

CONTINENTAL OIL COMPANY

Roswell, New Mexico

JAN 5 1961

New Mexico Oil Conservation Commission  
Post Office Box 871  
Santa Fe, New Mexico

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

Re: Continental Oil Company application  
for a 320-acre non-standard gas pro-  
ration unit for its Reed B-23 No. 2  
in Section 23, T20S, R36E, NMPM,  
Eumont Gas Pool, Lea County, New  
Mexico.

NSP - 533  
Waiting period

Gentlemen:

Continental Oil Company respectfully requests administrative approval under the provisions of Rules 3 and 5(b) of the Special Rules and Regulations for the Eumont Gas Pool of Order No. R-520 for the formation of a 320-acre non-standard gas proration unit consisting of the E/2 of Section 23, Township 20 South, Range 36 East, for the unorthodox location of its Reed B-23 No. 2 well located 1650 feet from the north line and 330 feet from the east line of Section 23, Township 20 South, Range 36 East, Lea County, New Mexico, in the Eumont Gas Pool. NSL

In support of this request we should like to point out that the proposed unit conforms with the requirements of said Rules 3 and 5(b) in all respects as follows:

1. The necessity for the unorthodox location is occasioned by the recompletion of a well previously drilled to another horizon. ✓
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.
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(b).

A plat is attached hereto showing to the best of our knowledge and belief the proposed unit, the location of the No. 2 well and other wells on the lease, offset wells and ownership thereof.

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 Reed B-23 No. 2 well as described above.

*W. A. Mead*

Wm. A. Mead  
Division Superintendent  
of Production  
New Mexico Division

STATE OF NEW MEXICO)  
                                  ) ss.  
COUNTY OF CHAVES )

Wm. 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 made therein are true, as he is credibly informed and believes.

*W. A. Mead*  
(Signature)

Subscribed and sworn to before me this 5<sup>th</sup> day of January, 1961.

*Louis B. Houston*

My Commission expires:

May 25, 1964

Copies to: NMOCC - 3  
          HLJ - 1  
          HGD - 1  
          VGM - 1  
          FILE - 1

Copies by registered mail to:

Tidewater Oil Company  
J. B. Holloway  
Box 1414  
Houston, Texas

Elliott Inc.  
L. E. Elliott  
Box 703  
Roswell, New Mexico

Pan American Petr. Corp.  
Box 68  
Hobbs, New Mexico

Amerada Petr. Corp.  
R. S. Christie  
Box 2040  
Tulsa, Oklahoma

Skelly Oil Company  
Box 38  
Hobbs, New Mexico

Phillips Petr. Corp.  
Box 2105  
Hobbs, New Mexico

