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 POOL CONTAINED IN ORDER NO. R-520, IN ESTABLISHMENT OF NON-STANDARD GAS PRORATION UNIT OF 200 ACRES CONSISTING OF THE SW/4 AND SW/4 NW/4 SECTION 10, T20S, R37E, NMPM, LEA COUNTY, N. M., TO BE ALLOCATED TO ITS BRITT B-10 WELL NO. 1

**CASE 968** 

Comes now Continental Oil Company, hereinafter called "applicant", and would respectfully show unto the Commission:

- 1. That applicant is co-owner and is the operator of a lease designated the Britt B-10 lease containing, among other lands, the SW/4 and SW/4 NW/4 Section 10, T2OS, R37E, NMPM, Lea County, New Mexico.
- 2. That applicant drilled and completed on November 18, 1937 an oil well on said lease located 660 feet from the south line and 330 feet from the west line of said Section 10.
- 3. That said well was plugged back and recompleted as a gas well in December, 1952 within the presently defined vertical limits of the Eumont gas pool.
- 4. That said well at the present time has assigned to it a 160-acre gas proration unit consisting of the SW/4 of said Section 10.
- 5. That the SW/4 NW/4 of said Section 10 is not now allocated to any gas well and should be allocated to a producing gas well in the interests of the prevention of waste and protection of correlative rights.
- 6. That the enlargement of the existing gas proration unit to include the said SW/4 NW/4 is the most practical method of allocating the said acreage to a producing gas well.
  - 7. That the offset operators are as follows:

The Texas Co., Continental Life Bldg., Ft. Worth, Texas Amerada Petroleum Co., Drawer D, Monument, New Mexico Ohio Oil Company, Box 879, Roswell, New Mexico Skelly Oil Co., Box 1135, Eunice, New Mexico Tennessee Gas Transmission Co., Box 1031, Midland, Texas Cities Service Oil Co., Box 1221, Roswell, New Mexico Schermerhorn Oil Co., P. O. Box 287, Tulsa, Oklahoma Buffalo Oil Co., Box 686, Artesia, New Mexico B. H. Nolen, Box 326, Hobbs, New Mexico

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 issued granting applicant an exception to rule 5 (a) of the special rules and regulations for the Eumont Gas pool contained in order no. R-520 for the non-standard gas proration unit described above.

NEW MEXICO O. & G. ENGR. COMMITTEE HOBBS, NEW MEXICO October 8, 1955

Respectfully submitted,
CONTINENTAL OIL COMPANY
H. L. Johnston
Regional Manager of Production
Southwestern Region