

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE  
STATE OF NEW MEXICO

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 GAS POOL CONTAINED IN  
ORDER NO. R-520 IN ESTABLISHMENT OF  
A NON-STANDARD GAS PRORATION UNIT OF  
320 ACRES CONSISTING OF THE S/2  
SECTION 1, T 21S, R 36E, NMPM,  
LEA COUNTY, NEW MEXICO, TO BE  
ALLOCATED TO ITS STATE F-1 WELL  
NO. 1.

A P P L I C A T I O N

Comes now applicant, Continental Oil Company and petitions the Commission for an order approving a non-standard gas proration unit consisting of S/2 Section 1, T 21S, R 36E, NMPM, Eumont gas pool, Lea County, New Mexico, to be allocated to its State F-1 No. 1 well located 660 feet from the south line and 660 feet from the west line of said Section 1 and in support thereof would show:

1. That applicant is owner and operator of a lease designated as the State F-1 lease consisting of, in addition to other lands, the S/2 Section 1, T 21S, R 36E, NMPM, Lea County, New Mexico.

2. That applicant drilled the State F-1 No. 1 at a location 660 feet from the south line and 660 feet from the west line of said Section 1 and completed it in 1938 in the Grayburg formation. Said well was plugged back and completed as a Eumont gas well on January 14, 1954.

3. That SW/4 of said Section 1 is presently allocated to the said well, but that no other portion of the S/2 of said Section 1 is allocated to any gas well, and that all of said acreage may reasonably be presumed to be productive of gas from the Eumont Pool and should be allocated to a gas well in the interests of the prevention of waste and the protection of correlative rights.

4. That the most practical and economical method of allocating said acreage for Eumont Pool gas production is to establish a 320-acre non-standard gas proration unit for


*Case #1182*  
*sent copy?*  
*Docket*  
*to Pot Adams*  
*on 1/14/10*

assignment to the State F-1 well No. 1.

Wherefore, applicant prays that this application be set for hearing before the Commission's duly appointed examiner, in Hobbs, New Mexico, that appropriate notice thereof be given, and that upon hearing an order be entered 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.

Respectfully submitted,

CONTINENTAL OIL COMPANY

  
R. L. Adams  
Division Superintendent  
of Production  
New Mexico Division

