

Case 1287



Ex. Hg @ Hobbs

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CONTINENTAL OIL COMPANY

Roswell, New Mexico
July 5, 1957

New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Attention: Mr. A. L. Porter, Jr.

Re: Continental Oil Company's
Application for exception
to Rule 309(a) of the Rules
and Regulations of the New
Mexico Oil Conservation
Commission for its Reed A-3
lease in Section 3, T-20-S,
R-36-E, Lea County, New
Mexico.

Sent copy to
Docket to
Elliott
on 7/24/57

Gentlemen:

We forward herewith application in triplicate for
exception to the Rule 309(a) of the Rules and Regulations of
the New Mexico Oil Conservation Commission for our Reed A-3
lease in Section 3, T-20-S, R-36-E, NMPM, Lea County, New Mexico.
Please set this matter for hearing by an examiner in Hobbs, New
Mexico, at the earliest convenient date.

Yours very truly,

A handwritten signature in cursive script, likely belonging to Frank T. Elliott.

FRANK T. ELLIOTT
Acting Division Superintendent

FTE-BC

cc: HLJ, JWK, RCL

That Applicant proposes to drill an additional well in the Mumont pool located 660' FSL and 1980' FEL of Section 3, T-20-S, R-36-E, as shown on exhibit "A".

4.

That, upon completion of the additional Eumont well and with the consent of the Commission, Applicant proposes to use the existing tank battery to receive the production from all nine (9) Eumont wells.

5.

That said tank battery, the location of the proposed Eumont well, and all eight existing Eumont wells are on the same basic lease.

6.

That said tank battery is so equipped that the production from each well can be accurately determined at reasonable intervals.

7.

That said tank battery has the capacity to provide adequate storage for the production of all nine (9) Eumont wells.

8.

That the production of said wells into said common tank battery will result in neither waste nor the impairment of correlative rights.

9.

That there is attached hereto and made a part hereof a plat, marked Exhibit "A", showing the boundary lines of the Reed A-3 lease, the location of the eight (8) wells currently producing from the Eumont pool, the proposed location of the additional Eumont well, the location of the common tank battery, the manner in which the said existing Eumont wells are connected to the tank battery, and the manner in which the proposed additional Eumont well is to be connected to the common tank battery.

10.

That in the event Applicant should drill and complete any well or wells in the said Eumont pool within the boundaries

J.W.K.
of said Reed A-3 lease in addition to the one aforesaid additional well, Applicant requests to be authorized to produce said well or wells into the aforesaid common tank battery. ~~by administrative order of the Commission upon Applicant's filing with the Commission an application therefor accompanied by a plat showing the location of said additional well or wells.~~

11.

That Applicant desires a hearing before an examiner at the Commission's District Office in the City of Hobbs, New Mexico, at the earliest practical date.

12.

That the names and addresses of all interested parties known to Applicant are:

The Atlantic Refining Company
Attn: Mr. S. L. Smith
P. O. Box 871
Midland, Texas

Pan American Petroleum Corporation
Attn: Mr. C. L. Kelley
P. O. Box 899
Roswell, New Mexico

Standard Oil Company of Texas
Attn: Mr. H. W. Mathews
P. O. Box 1249
Houston, Texas

WHEREFORE, Applicant prays that this application be set for hearing upon due notice and that upon hearing, an order be entered granting Applicant an exception to Rule 309(a) authorizing Applicant to produce into a common tank battery nine (9) wells including the eight (8) wells currently producing from the Eumont pool and the one (1) proposed additional well to be completed in the Eumont pool, the tank battery and all wells being located in the boundaries of the Reed A-3 lease, as aforesaid, and authorizing ~~administrative~~ approval of the production of any additional well or wells which may be drilled and completed in the Eumont pool in the said Reed A-3 lease by Applicant into

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~~the said common tank battery, upon application by Applicant showing the location of such additional well or wells.~~

Respectfully submitted,
CONTINENTAL OIL COMPANY

A handwritten signature in cursive script, appearing to read "Kenneth Lee", written over a horizontal line.