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## CONTINENTAL OIL COMPANY

ROSWELL, NEW MEXICO
March 13, 1958

R. L. ADAMS
DIVISION SUPERINTENDENT
OF PRODUCTION
NEW MEXICO DIVISION

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

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

We attach herewith our application in triplicate for a 200-acre non-standard gas proration unit consisting of the S/2 of the S/2 and the NW/4 of the SW/4 of Section 13, T20S, R37E, NMPM, Lea County, New Mexico, to be assigned to our SEMU Permian Well No. 41. It is requested that this matter be set for hearing at your earliest convenience.

Yours very truly,

RLA-MW

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## 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 200 ACRES CONSISTING OF THE S/2 OF THE S/2 AND THE NW/4 OF THE SW/4 OF SECTION 13. T2OS, R37E, NMPM, LEA COUNTY, NEW MEXICO TO BE ALLOCATED TO ITS SEMU PERMIAN WELL NO. 41.

## APPLICATION

Comes now applicant, Continental Oil Company and petitions the Commission for an order approving a non-standard gas proration unit consisting of the S/2 of the S/2 and the NW/4 of the SW/4 of Section 13, T2OS, R37E, NMPM, Lea County, New Mexico, to be allocated to its SEMU Permian No. 41 well located 660 feet from the South and East lines of said Section 13 and in support thereof would show:

- 1. That applicant is co-owner and operator of the SEMU Permian lease containing, among other lands, the S/2 of the S/2 and the NW/4 of the SW/4 of Section 13, T2OS, R37E, NMPM, Lea County, New Mexico.
- 2. That applicant drilled the SEMU Permian No. 41 at a location 660 feet from the South and East lines of said Section 13 and completed it January 22, 1952, as an oil well in the Skaggs Oil Pool.
- 3. That said well is now plugged back from the Skaggs Oil Pool because of mechanical difficulties encountered during a recompletion operation and will be recompleted in the Eumont Gas Pool.
- 4. That no part of the acreage comprising the S/2 of the S/2 and the NW/4 of the SW/4 of said Section 13 is allocated to a gas well and that all 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.
- 5. That the most practical and economical method of allocating said acreage for Eumont Pool gas production is to establish a 200-acre non-standard gas proration unit, as described above, for assignment to the SEMU Permian Well No. 41.

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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

