

CONTINENTAL OIL COMPANY

825 PETROLEUM BUILDING ROSWELL, NEW MEXICO

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

April 11, 1958

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 the establishment of a 320-acre non-standard gas proration unit to consist of the NE/4 of Section 8, T-21-S, R-37-E, and the SE/4 of Section 5, T-21-S, R-37-E, NMPM, Lea County, New Mexico. The gas production will be allocated to the Hawk A-8 No. 2, which is to be drilled at a location 660 feet from the North line and 1980 feet from the East line of said Section 8. It is requested that this matter be set for hearing at your earliest convenience.

Yours very truly,

RLA-JC

Enc

Carl 1435

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 COMTAINED IN ORDER NO. R-520 IN ESTABLISHMENT OF A NON-STANDARD GAS PRORATION UNIT OF 320 ACRES CONSISTING OF THE NE/4 OF SECTION 8, T 21S, R 37E AND THE SE/4 OF SECTION 5, T 21S, R 37E, NMPM, LEA COUNTY, NEW MEXICO, TO BE ALLOCATED TO ITS HAWK A-8 WELL NO. 2.

APPLICATION

Comes now applicant, Continental Oil Company and petitions the Commission for an order approving a non-standard gas proration unit consisting of the NE/4 of Section 8-T 21S, R 37E, and the SE/4 of Section 5-T 21S, R 37E, NMPM, Lea County, New Mexico, to be allocated to its Hawk A-8 No. 2 well located 560 feet from the North line and 1980 feet from the East line of said Section 8 and in support thereof would show:

- 1. That applicant is co-owner and operator of the Hawk A-8 lease containing, among other lands, the NE/4 of Section 8, T 21S, R 37E, and the Hawk A-5 Lease containing the SE/4 of Section 5, T 21S, R 37E, NMPM, Lea County, New Mexico.
- 2. That applicant has requested permission to drill the Hawk A-8 No. 2 at a location 660 feet from the North line and 1980 feet from the East line of said Section 8 to a depth of 3700 feet in the Eumont Gas Pool.
- 3. That no part of the acreage comprising the NE/4 of Section 8 and the SE/4 of Section 5 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 interest 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, as described above, for assignment to the Hawk A-8 Well No. 2.

New Mexico Oil Conservation Commission Page 2

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

Insert

Color Page/Photo

Here