

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 GENERAL RULES AND
REGULATIONS FOR PRORATED GAS POOLS IN
SOUTHEAST NEW MEXICO CONTAINED IN ORDER
NO. R-1670 FOR AN 80 ACRE EXPANSION OF
THE 480 ACRE NON-STANDARD EUMONT POOL
GAS PRORATION UNIT ASSIGNED TO ITS SEMU
EUMONT WELL NO. 66.

Case 2190

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 the expansion of the 480-acre non-standard gas proration unit consisting of the W/2 of Section 14 and the E/2 of the E/2 of Section 15, T-20S, R-37E, assigned to its SEMU Eumont well No. 66 located 660 feet from the West line and 1980 feet from the South line of Section 14, T-20S, R-37E, NMPM, Lea County, New Mexico, in the Eumont Gas Pool, to include the E/2 of the NE/4 of Section 22, T-20S, R-37E and in support thereof would show:

1. That applicant is co-owner and operator of the SEMU Eumont lease containing, among other lands, the W/2 of Section 14, the E/2 E/2 of Section 15 and the E/2 NE/4 of Section 22, T-20S, R-37E, NMPM, Lea County, New Mexico.
2. That applicant's SEMU Eumont well No. 66 is capable of producing gas in excess of a 560 acre unit gas allowable for the Eumont Pool.
3. That no part of the acreage comprising the E/2 of the NE/4 of Section 22 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.
4. That the most practical and economical method of allocating said acreage for Eumont Pool gas production is to expand the 480-acre non-standard gas proration unit assigned to the SEMU Eumont well No. 66.

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 entered granting applicant an exception to Rule 5(a) of the General Rules and Regulations for prorated gas pools in Southeast New Mexico contained in Order No. R-1670 approving the expansion of the present non-standard gas proration unit by 80 acres for Continental Oil Company's SEMU Eumont well No. 66 as described above.

Respectfully submitted,

CONTINENTAL OIL COMPANY

A handwritten signature in dark ink, appearing to read "Wm. A. Mead". The signature is fluid and cursive, with a large, stylized "M" at the end.

Wm. A. Mead
Division Superintendent
of Production
New Mexico Division

WAM-EMP