



Case 2222

CONTINENTAL OIL COMPANY

825 PETROLEUM BUILDING
ROSWELL, NEW MEXICO

February 14, 1961

WM. A. MEAD
DIVISION SUPERINTENDENT
OF PRODUCTION
NEW MEXICO DIVISION

New Mexico Oil Conservation Commission
Box 371
Santa Fe, New Mexico

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

Gentlemen:

Re: APPLICATION OF CONTINENTAL OIL
COMPANY FOR AN EXCEPTION TO RULE
309 (a) OF THE NEW MEXICO OIL
CONSERVATION COMMISSIONS RULES AND
REGULATIONS FOR ESTABLISHING
MEASUREMENT OF PRODUCED OIL WITH
LEASE AUTOMATIC CUSTODY TRANSFER
ALLOCATED TO ITS STATE "H" LEASE,
VACUUM POOL, LEA COUNTY, NEW MEXICO

Please find attached three copies of Continental Oil
Company's application for exception to Rule 309 (a) to ~~to~~ install
automatic custody transfer for its State "H" Lease located in the
SE/4 SE/4 of Section 34, and E/2 NW/4 and NE/4 of Section 35,
T17S, R34E, Lea County, New Mexico.

We respectfully request that this matter be set for
hearing at the earliest convenient date.

Yours very truly,

W. A. Mead

WAM-sk
Attachment

W. A. Mead
3-10-61
WAM

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 309(a) OF THE NEW
MEXICO OIL CONSERVATION COMMISSIONS
RULES AND REGULATIONS FOR ESTABLISH-
ING MEASUREMENT OF PRODUCED OIL WITH
LEASE AUTOMATIC CUSTODY TRANSFER
ALLOCATED TO ITS STATE "H" LEASE,
VACUUM POOL, LEA COUNTY, NEW MEXICO.

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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 automatic custody transfer from its State "H" lease located in the SE/4 of the SE/4 of Section 34, and E/2 of the NW/4 and NE/4 of Section 35, T-17-S, R-34-E, Vacuum Pool, Lea County, New Mexico, and in support thereof would show:

1. That applicant is owner and operator of said lease containing, among other lands, the SE/4 of the SE/4 of Section 34, and E/2 of the NW/4 and NE/4 of Section 35, T-17-S, R-34-E, Lea County, New Mexico.

2. That applicant has completely developed this lease for production from the Grayburg-San Andres formation by the completion of seven producing wells.

3. That production will be transferred from said wells to a battery located approximately in the NE/4 of Section 35, and custody transfer will be from this point.

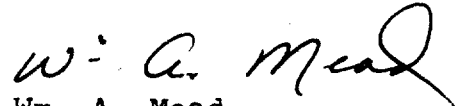
Wherefore, applicant prays that this application be set for hearing before the Commission's duly appointed examiner, that appropriate notice be given, and that upon hearing, an order be entered granting applicant an exception to Rule 309(a)

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of the New Mexico Oil Conservation Commissions Rules and Regulations for automatic custody transfer of production from its State "H" lease.

Respectfully submitted,

CONTINENTAL OIL COMPANY

A handwritten signature in dark ink, appearing to read "Wm. A. Mead". The signature is fluid and cursive, with the first letters of each word being capitalized and prominent.

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

WAM-EL