CONTINENTAL OIL COMPANY

D(-31)

Roswell, New Mexico June 11, 1956

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

Attention: Mr. A. L. Porter, Director

Re: Application of Continental Oil Company for administrative approval of dual completion in the Eumont Gas Pool and Monument Oil Pool of the Sanderson A-14 Well No. 7, Section 14, T2OS, R36E, N.M.P.M. Lea County, New Mexico, and for approval of an unorthodox location for said well in the Eumont Gas Pool.

Gentlemen:

Continental Oil Company respectfully requests administrative approval under the provisions of Rule 112-A of the Rules and Regulations of the New Mexico Oil Conservation Commission for the dual completion of its Sanderson A-14 No. 7 well, located 1650 feet from the North line and 1650 feet from the East line of Section 14, T20S, R36E, N.M.P.M., Lea County, New Mexico, for the Production of oil from the Monument Oil Pool and gas from the Eumont Gas Pool, and for approval of an unorthodox location for said well under the provisions of Rule 3 of the special pool rules for the Eumont Gas Pool, as contained in Order No. R-520, and in support thereof states:

- 1. Applicant is operator for the NMFU of the Sanderson A and B Leases which include, among other lands, Section 14, T2OS, R36E, Lea County, New Mexico.
- 2. Applicant drilled and completed on January 26, 1938, its Well No. 7 on s aid lease producing from open hole in the Grayburg formation from 3764; 3867;. Said well was subsequently deepened and is presently producing through a liner perforated from 3886; 3910;.
- 3. Applicant proposes to open the Eumont section in said well and produce Eumont gas through the casing-tubing annulus while producing the Monument oil through the tubing. Separation of fluids