

CONTINENTAL OIL COMPANY
HOBBS OFFICE

1962 APR 24 AM 9:51

Roswell, New Mexico

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

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

Re: Continental Oil Company
application for a 40-acre
non-standard gas proration
unit for its State C-16
No. 1 in Section 16, T-20S,
R-37E, NMPM, Edmont Gas Pool,
Lea County, New Mexico

Gentlemen:

Continental Oil Company respectfully requests administrative approval under the provisions of Rule 5c of the General Rules and Regulations for the Prorated Gas Pools of Southeastern New Mexico, Order No. R-1670 for the formation of a 40-acre non-standard gas proration unit consisting of the SW/4 NW/4 of Section 16, Township 20 South, Range 37 East, for its State C-16 No. 1 well located 1980 feet from the north line and 660 feet from the west line of Section 16, Township 20 South, Range 37 East, Lea County, New Mexico, in the Edmont Gas Pool.

In support of this request we should like to point out that the proposed unit conforms with the requirements of said Rule 5c in all respects as follows:

1. The proposed non-standard proration unit consists of less acreage than a standard proration unit.
2. Said proposed non-standard gas proration unit consists of contiguous quarter-quarter sections.
3. Said proposed non-standard gas proration unit lies wholly within within a single governmental section.
4. The entire proposed non-standard gas proration unit may be reasonably presumed to be productive of gas.
5. The length or width of said unit does not exceed 5,280 feet.
6. Copies of this application have been furnished this date by registered mail to all offset operators and all operators within 1,500 feet of said well, as required by the provisions of said Rule 5c.

