



L. P. Thompson  
Division Manager  
Production Department  
Hobbs Division  
Western Hemisphere Petroleum Division

Continental Oil Company  
P.O. Box 460  
1001 North Turner  
Hobbs, New Mexico 88240  
(505) 393-4141

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New Mexico Oil Conservation Commission  
P. O. Box 2088  
Santa Fe, NM 87501

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

Gentlemen:

Continental Oil Company's Application for a 240-acre NSP Unit - SEMU Eumont  
No. 68 - Section 23, T-20S, R-37E, Lea County, New Mexico

Continental Oil Company respectfully requests administrative approval under the provisions of Rule 5 (b) of the Special Rules and Regulations for the Eumont Gas Pool of Order No. R-1670 for approval of a 240-acre Non-Standard Gas Proration Unit for its SEMU Eumont No. 68, located 1980' FSL 1980' FFL of Section 23, T-20S, R-37E, Lea County, New Mexico in the Eumont Gas Pool. The Unit is proposed to consist of SE/4 and the E/2 of the SW/4 of Section 23, T-20S, R-37E.

SEMU Eumont No. 68 currently has a 640-acre Non-Standard Gas Proration Unit assigned, as approved by Order No. R-3833. We wish to have this order cancelled, as it refers to well No. 68 in paragraph 1 (f) of the Order dated September 8, 1969.

In support of this request, we would like to point out that the proposed unit conforms with the requirements of Rule 5 (b) in all respects as follows:

- 1) Said Unit consists of contiguous quarter/quarter sections and/or lots
- 2) Said unit lies wholly within a single governmental section
- 3) The entire proposed unit may be reasonably presumed to be productive of gas
- 4) The length or width of said unit does not exceed 5280'

A plat is attached hereto, showing to the best of our knowledge and belief, the proposed unit, the location of the well, and the offset