

CONTINENTAL OIL COMPANY

CT 11 7 02 AM '65
Hobbs, New Mexico
October 1, 1965

New Mexico Oil Conservation Commission
Post Office Box 2088
Santa Fe, New Mexico

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

Gentlemen:

Re: Continental Oil Company Application for a Non-Standard Gas Proration Unit for its Lockhart A-27 Well No. 5 in Section 27, T-21S, R-37E, NMPM, Blinebry Gas Pool, Lea County, New Mexico

Continental Oil Company respectfully requests administrative approval under the provisions of Rule 5 (C) of the Special Rules and Regulations for the Blinebry Gas Pool of Order No. R-1670 for the formation of a non-standard gas proration unit consisting of the N/2 NE/4 and SW/4 NE/4 of Section 27, T-21S, R-37E, for its Lockhart A-27 No. 5 well located 660 feet from the north line and 660 feet from the east line of Section 27, T-21S, R-37E, Lea County, New Mexico, in the Blinebry Gas Pool.

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

1. Said proposed non-standard gas proration unit consists of contiguous quarter-quarter sections.
2. Said proposed non-standard gas proration unit lies wholly within a single governmental quarter section.
3. The entire proposed non-standard gas proration unit may be reasonably presumed to be productive of gas.
4. The length or width of said unit does not exceed 2,640 feet.
5. Copies of this application have been furnished this date by certified mail to all operators in the same quarter-section and all operators within 1,500 feet of said well, as required by the provisions of said Rule 5 (C).