

OCC
Hobbs

MAIN OFFICE OCC

CONTINENTAL OIL COMPANY

HOBBS OFFICE OCC

Eunice, New Mexico
September 16, 1955

DC-239
due 10/16/55
NSP-197
due 10/16/55

SEP 17 1955
E. F. Moran, Inc.
Box 1718
Hobbs, New Mexico

Ohio Oil Company
Box 2107
Hobbs, New Mexico

Cities Service Oil Company
Box 97
Hobbs, New Mexico

SEP 27 PM 2:20

Sinclair Oil & Gas Company
520 E. Broadway
Hobbs, New Mexico

Humble Oil & Refining Company
Box 2347
Hobbs, New Mexico

Please get
separate
approvals!
(M)

Gentlemen:

Attached is Continental Oil Company's application to the Oil Conservation Commission of New Mexico for permission to dually complete and form a non-standard proration unit for its Lockhart A-35 No. 3 well which is self explanatory.

This application is submitted to you as offset operators in compliance with Commission rules and regulations.

Yours very truly,

W. E. Allen

W. E. Allen
District Superintendent
Eunice District
New Mexico Division
Production Department

WEA-FGM

BEFORE THE OIL CONSERVATION COMMISSION
OF THE
STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF
CONTINENTAL OIL COMPANY FOR AN ORDER
GRANTING IT PERMISSION TO DUAL COMPLETE
ITS LOCKHART A-35 NO. 3 NE/4 NW/4
SECTION 35, T. 21S. R. 37E. N.M.P.M.
LEA COUNTY, NEW MEXICO

A P P L I C A T I O N

Comes now CONTINENTAL OIL COMPANY, a Delaware Corporation, hereinafter called "Applicant" and respectfully requests the Oil Conservation Commission of the State of New Mexico to issue an order authorizing Applicant to dually complete its X-
Lockhart A-35 No. 3 well, located 660 feet from the north line and 1980 feet from the
west line of Section 35, T. 21S, R. 37E, N.M.P.M., Lea County, New Mexico, in the
Drinkard Oil Pool and the Tubb Gas Pool, and in support thereof would show the following:

NSP-197

A non-standard proration unit of 120 acres consisting of contiguous quarter
quarter sections, N/2 and the SE/4 of the NW/4, Section 35, T. 21S, R. 37E, is requested.

In support of this request we should like to point out that the proposed unit conforms with Commission requirements 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 feet.
5. Copies of this application have been furnished by registered mail to all offset operators and all operators within 1500' of said well.

The dual completion of said well in the Drinkard for oil and the Tubb for gas is in the interest of conservation and the protection of correlative rights.

Segregation of the producing intervals will be made by appropriate packer installation and said well will be equipped so there can be no comingling of well fluids in producing the gas through the annulus between the tubing and casing, and the oil through the tubing. Said well will be equipped in such a manner that reservoir pressures may be determined separately for each of the two specified pools and the well head equipment to be equipped with all necessary connections to permit accurate measurement of any natural gas, oil, or oil and gas produced from each separate pool as may be required by the Commission.

Attached to this application is a plat showing the location of said well and surrounding wells and leaseholds with the acreage to be assigned the proposed gas unit outlined in red, a plat showing the mechanical condition of said well at present and after the proposed dual completion.

All offset operators have been duly notified by copy of this application.

WHEREFORE, Applicant respectfully requests the Oil Conservation Commission of the State of New Mexico enter its order authorizing Applicant to dually complete said well and permit the assignment of a non-standard proration unit in accordance with the foregoing application and rules and regulations of the Commission.

CONTINENTAL OIL COMPANY

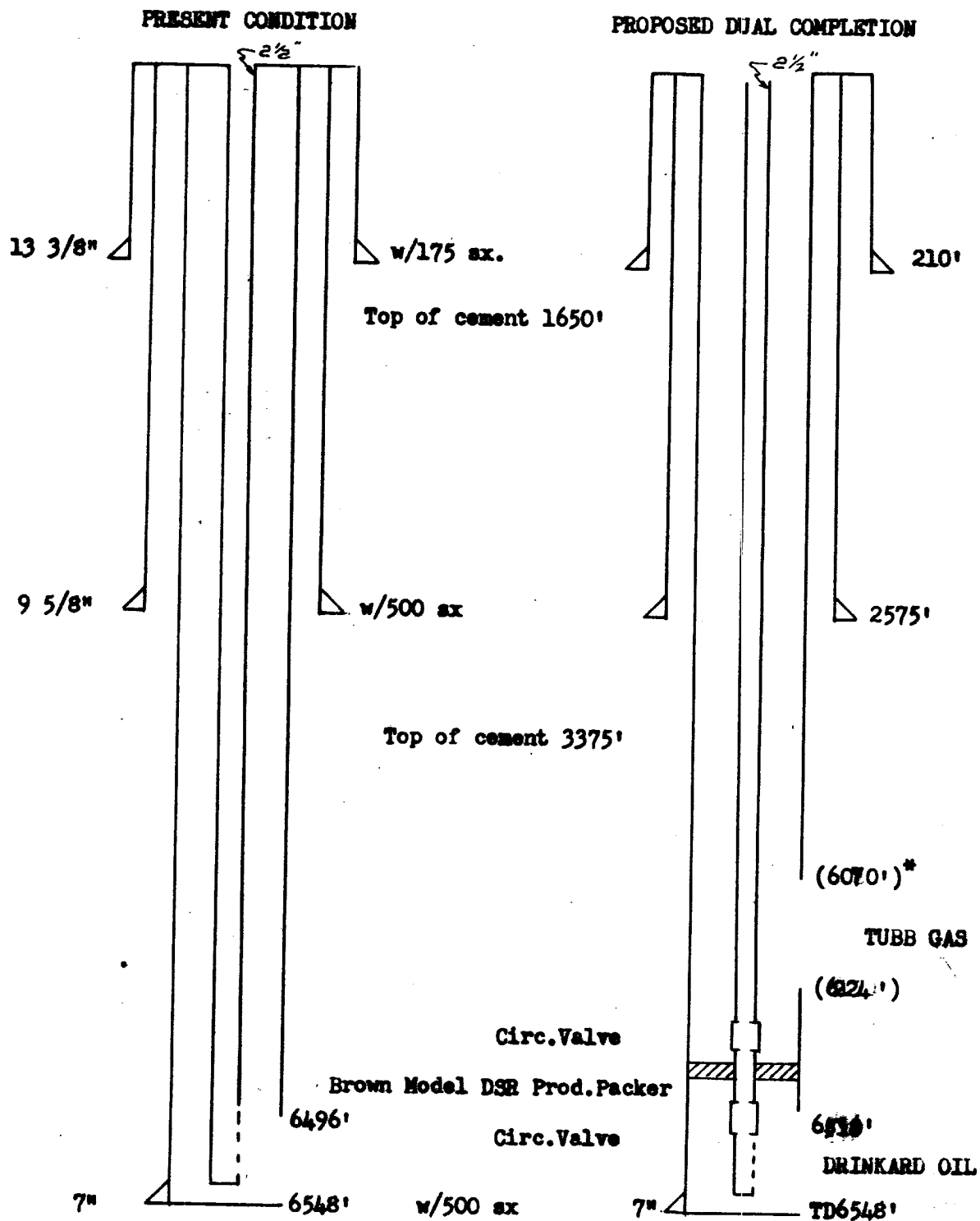
By C. B. Allen

Subscribed and sworn to before me this 22nd day of September, 1955
Thomas E. Fay Notary Public
in and for Lea County, New Mexico.

My Commission Expires MY COMMISSION EXPIRES JUL 27, 1957

CONTINENTAL OIL COMPANY

LOCKHART A-35 NO. 3



* Tentative perforations.