CONTINENTAL OIL COMPANY

An illow Roswell, New Mo December/28, 1956

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

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

Re: Continental Oil Company Application for authority to effect an Arrowhead oil - Eumont gas dual completion on its State J-2 well No. 9 located in Sec. 2, T. 22 S, R 36 E, Lea County, New Mexico; and for approval of a 480-acre non-standard gas proration unit consisting of the N/2 and the SE/4 Sec. 2, T 22 S, R 36 E.

Gentlemen:

Continental Oil Company respectfully requests administrative approval under the provisions of statewide rule 112-A to dually complete in the Arrowhead oil pool and Eumont gas pool its State J-2 well No. 9 located 1980 feet from the North line and 1980 feet from the East line of Section 2, T 22 S, R 36 E, NMPM, Lea County, New Mexico. A plat attached hereto shows the manner in which the dual completion is proposed to be accomplished. The Eumont gas will be produced through the casing tubing annulus while the Arrowhead oil is being produced through hollow sucker rods inside the tubing. The fluids from the two reservoirs will be completely separated by appropriate packers, and the well will be so equipped that the reservoir pressure of each of the two pools may be determined separately. Well head equipment will include all necessary connections to permit accurate measurement of fluids produced by each pool as may be required by the Commission.

We further respectfully request approval under the provisions of Rule No. 5 (b) of the Special Rules and Regulations for the Eumont Gas Pool of Order No. R-520 of a 480-acre non-standard gas proration unit consisting of the N/2 and the SE/4 of the said Section 2 to be allocated to the said well No. 9. In support of this request we should like to point