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August 16, 1974

New Mexico Oil Conservation Commission
P. O. Box 2085
Santa Fe, NM 87501

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

Gentlemen:

Continental Oil Company's Application for a 400-acre NSP Unit - SEMU
Eumont No. 91 - Section 26, 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 400-acre Non-standard Gas Proration Unit for its SEMU Eumont No. 91 located 660' FNL 1980' FWL of Section 26, T-20S, R-37E, Lea County, New Mexico in the Eumont Gas Pool. The proposed unit is to consist of the W/2 and the W/2 of the SE/4 of Section 26, T-20S, R-37E.

This acreage is currently dedicated to SEMU Eumont No. 65 located in Unit letter L of Section 26. SEMU Eumont No. 65 currently has a 560-acre Non-Standard Gas Proration Unit as approved by Order Number R-3833. Well number 65 developed mechanical problem and the well has been shut-in since January, 1974. We wish to have order Number R-3833 cancelled in so far as it refers to well No. 65 in paragraph 1 (C).

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'
- 5) Copies of this application have been furnished by certified mail to all offset operators and all operators within section 26