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

Attention Joe D. Ramey, Secretary-Director

Gentlemen:

Application for NSP Unit, SEMU Eumont No. 98, 2310' FNL and 1980' FEL
of Section 14, T-20S, R-37E, Lea County, New Mexico

Continental Oil Company respectfully requests administrative approval for a 120-acre non-standard gas proration unit for its SEMU Eumont No. 98, located in Unit G, Section 14, T-20S, R-37E, Lea County, New Mexico. Approval is requested under Rule R-1670 of the Special Rules and Regulations for the Eumont Gas Pool.

The proposed 120-acre unit will consist of the W/2 of the NE/4 and the NW/4 of the SE/4 of Section 14, T-20S, R-37E, Lea County, New Mexico. It will be necessary to modify two existing non-standard gas proration units to accomplish the dedication of this acreage to the proposed unit. These are the 240-acre gas units assigned for SEMU Eumont No. 66 and 92, approved under commission orders NSP-969 and NSP-971, respectively. The proposed revisions for these wells are as follows:

SEMU Eumont No. 66, located in Unit L, 1980' FSL and 660' FEL, a 200-acre NSP unit consisting of the SW/4 and the SW/4 of the SE/4 of Section 14, T-20S, R-37E.

SEMU Eumont No. 92, located in Unit C, 660' FNL and 1980' FWL, a 160-acre NSP consisting of the W/2 and the NE/4 of the NW/4 of Section 14, T-20S, R-37E.

The proposed units conform to requirements in entirety 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.