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CONTINENTAL OIL COMPANY

NSP-504
New Aug 10

Roswell, New Mexico
August 7, 1959

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

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

Re: Continental Oil Company
Application for an Enlarge-
ment of a 160-acre to a
200-acre non-standard gas
proration unit for its
State D-11 No. 1 in Section
11-21S-36E, NMPM, Eumont
Gas Pool, Lea County,
New Mexico

Gentlemen:

Continental Oil Company respectfully requests administra-
tive approval under the provisions of Rule 5(b) of the Special
Rules and Regulations for the Eumont Gas Pool of Order No. R-368
for the formation of a 200-acre non-standard gas proration unit
consisting of the SW/4 and SW/4 NW/4 of Section 11, T-21S, R-36E,
for its State D-11 No. 1 well located 1980 feet from the South line
and 660 feet from the West line of Section 11, T-21S, R-36E, Lea
County, New Mexico, in the Eumont Gas Pool.

The 200-acre non-standard gas proration unit as applied
for is an enlargement of a 160-acre non-standard gas proration unit
presently assigned to the State D-11 No. 1 well under Order No.
R-520, August 12, 1954, as amended. The 40-acre addition to the
present unit consisting of the SW/4 NW/4 of said Section 11, is
owned in equal undivided 1/2 interests by Atlantic Refining Company
and Catron et al. Continental Oil Company will be operator of the
proposed 200-acre non-standard gas proration unit as set forth in
the Operating Agreement for the State D-11 Eumont Gas Pool Unit
No. 1 dated February 1, 1959, and approved by the Commissioner of
Public Lands, State of New Mexico, on June 25, 1959.

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

1. Said proposed non-standard gas proration unit con-
sists of continuous quarter-quarter sections.

2. Said proposed non-standard gas proration unit lies wholly within a single governmental 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 5,280 feet.

5. Copies of this application have been furnished this date by registered mail to all offset operators and all operators within 1,500 feet of said well, as required by the provisions of said Rule 5(b).

A plat is attached hereto showing to the best of our knowledge and belief the present unit, the proposed enlarged unit, the location of the No. 1 well and other wells on the lease, offset wells and ownership thereof.

The granting of this application is in the interest of preventing waste and the protection of correlative rights.

In view of the facts set out herein, it is respectfully requested that the Commission enter an order approving the non-standard gas proration unit for Continental Oil Company's State D-11 No. 1 well as described above.

Wm. A. Mead
Wm. A. MEAD
Division Superintendent
of Production
New Mexico Division

STATE OF NEW MEXICO }
COUNTY OF CHAVES } ss.

Wm. A. Mead, upon being duly sworn, deposes and says that he is the Division Superintendent of Production for Continental Oil Company, and as such is authorized to file the foregoing application, that he has read said application and knows the contents thereof, and that the statements made therein are true, as he is credibly informed and believes.

Wm. A. Mead
(Signature)

Subscribed and sworn to before me this 7th day of August, 1959.

My Commission Expires:

May 25, 1960

Lucas B. Houston

New Mexico Oil Conservation Commission
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Carbon copies to: NMOCC - 3
 HLJ - 1
 HGD - 1
 HWS - 1
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Copies by registered mail to:

The Atlantic Refining Company
Post Office Box 6640
Roswell, New Mexico

Gulf Oil Corporation
Post Office Drawer 669
Roswell, New Mexico

Humble Oil and Refining Company
Post Office Box 2347
Hobbs, New Mexico

Sinclair Oil and Gas Company
520 East Broadway
Hobbs, New Mexico

Two States Oil Company
1303 16th Street
Eunice, New Mexico