OCC
Hobbs

DC-248
NSP-198

[illegible] Oil Company

[illegible], New Mexico
September 1o, 1955

Aztec Oil & Gas Company
Box 847
Hobbs, New Mexico

Continental Association Oil Co.
Box 547
Hobbs, New Mexico

Humble Oil & Refining Company
Box 2347
Hobbs, New Mexico

J. P. Kirman, Inc.
Box 1718
Hobbs, New Mexico

Please give us approval

Gentlemen:

Attached is the Central 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 Nolan No. 2 well which is self explanatory.

DC
NSP!

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

Yours very truly,

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

WEA-PCM

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 NOLAN NO. 2 SE/4 SW/4 SECTION 11, 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 the Nolan No. 2 well, located 660 feet from the south line and 1980 feet from the west line of Section 11, 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:

A non-standard proration unit of 120 acres consisting of contiguous quarter quarter sections, S/2 and NE/4 of SW/4, Section 11, T. 21S, R. 37E, is requested.

In support of this request we should like to point out that the proposed unit conforms with Comaission 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 [illegible] will be made by appropriate packer installation [illegible] be equipped so there can be no commingling of [illegible] gas through the annulus [illegible] through the tubing. Said well will be [illegible] that reservoir pressures may be [illegible] the two specified pools and the well head [illegible] with all necessary connections to permit accurate measurement of any natural gas, oil, or oil and gas produced from each [illegible] may be required by the Commission.

Attached to this application [illegible] showing the location of said well and surrounding [illegible] with the acreage to be assigned the proposed gas unit outlined in red, a plat showing the mechanical condition of said well [illegible] and after the proposed dual completion.

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

THEREFORE, 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 W. E. 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 JULY 29, 19[illegible].