

To: Hobbs  
OCC

CONTINENTAL OIL COMPANY

POST OFFICE BOX

Roswell, New Mexico

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 a 200 acre non-standard gas proration unit for its Meyer A-29 No. 3 in Section 29, T-22S, R-36E, NMPM, Jalmat Gas Pool, Lea County, New Mexico.

Gentlemen:

Continental Oil Company respectfully requests administrative approval under the provisions of Rule 5 (b) of the Special Rules and Regulations for the Jalmat Gas Pool of Order No. R-520 for the formation of a 200 acre non-standard gas proration unit consisting of the E/2 of the W/2 and SW/4 of the SW/4 of Section 29, Township 22 South, Range 36 East, for its Meyer A-29 No. 3 well located 660 feet from the south line and 1980 feet from the west line of Section 29, Township 22 South, Range 36 East, Lea County, New Mexico, in the Jalmat Gas Pool.

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 consists of contiguous 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 proposed unit, the location of the No. 3 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.