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CONTINENTAL OIL COUPANY

Hobbs, New Mexico May 25, 1955

New Mexico Cil Conservation Commission Box 871 Santa Fe, New Mexico

Attention:

Mr. W. B. Macey

Gentlemen:

Continental Oil Company respectfully requests administrative approval under the provisions of Rule 5 (b) of Order No. R=520 for a non-standard gas proration unit for its State A=32 No. 4 well located 1980° FNL and 1980° FNL of Section 32, T. 225- R36E., Lea County, New Mexico in the Jalmat gas pool.

The unit is proposed to consist of the S/2 of the NW/L and the N/2 of the SW/L of Section 32, T22S- R36E.

160 Ac

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 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 5,280 feet.
- 5. Copies of this application have been furnished by registered mail to all offset operators and all operators within 1,500 feet of said well.

A plat is attached hereto showing to the best of our knowledge or belief the proposed unit, the location of the well and the offset ownership.

In view of the facts set out herein it is respectfully requested that the Commission issue an order approving the non-standard gas proration unit for Continental Cil Company's State A-32 No. 4, well as described above.

a. Rickian,

Dist. Supt., New Mexico Dist. New Mexico Division

Production Department.

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