

MAIN OFFICE CCC
MARCH 15 PM 1:28

CONTINENTAL OIL COMPANY

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

Attention: Mr. A. L. Porter, Jr. Re: Continental Oil Company
Application for 160-
acre NSP unit for its
Stevens B-12 No. 1 in
Section 12, T-23S,
R-36E, 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 an enlargement to 160 acres of the existing approved 80-acre non-standard gas proration unit for its Stevens B-12 No. 1 well located 660' FNL & 1650' FWL of Section 12, T-23S, R-36E, Lea County, New Mexico, in the Jalmat Gas Pool.

The unit is proposed to consist of the NW/4 of Section 12, T-23S, R-36E.

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. Waivers from all operators within the section and within 1500 feet of the well are attached.

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