CONTINENTAL OIL COMPANY

Roswell, New Mexico November 7, 1958

New Mexico Oil Conservation Commission: 1 Box 871 Santa Fe, New Mexico

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

Re: Continental Oil Company application for a 40-acre nonstandard gas proration unit for its Stevens A-34 No. 1 in Section 34, T23S, R36E, MMPM, 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 Ja mat Gas Pool of Order No. R-520 for the reduction of the presently approved 160 acre unit to a 40-acre non-standard gas proration unit consisting of the SW/4 NW/4 of Section 34, Township 23 South, Range 36 East, for its Stevens A-34 No. 1 well located 1980 feet from the North line and 660 feet from the West line of Section 34, Township 23 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. 1 well and other wells on the lease, offset wells and ownership thereof. New Mexico Oil Conservation Commission Page 2

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 Stevens A-34 No. 1 well as described above,

> R. L. Adams Division Superinterdent of Production New Mexico Division

STATE OF NEW MEXICO) SS COUNTY OF CHAVES

R. L. Adams, 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.

(Signa ture)

Subscribed and sworn to before me this 7th day of November

My Commission expires:

11/14 25, 1960

1958.

Copies to: NMOCC -3 HLJ -2 JRP File

Copies by registered mail to:

Atlantic Refining Co., P. O. Box 1028, Denver City, Texas Western Natural Gas Co., 823 Midland Tower, Midland, Texas Sinclair Oil & Gas Co., 520 E. Broadway, Hobbs, New Mexico Shell Oil Co., Box 1957, Hobbs, New Mexico Schermerhorn Oil Corp., Box 1537, Hobbs, New Mexico Gackle Oil Company, Box 2076, Hobbs, New Mexico Skelly Oil Company, Box 38, Hobbs, New Mexico Sunray Mid-Continent Oil Company, 1101 Wilco Bldg., Midland, Texas



CONTINENTAL O'L COMPANY STRUCTURE MAP - JALMAT POOL CONTOURED ON TOP OF YATES

CONTOUR INT 25'

SCALE : |" = 2000'

UNIT HELL[®] FREEDET UNIT FREEDED UNIT - ----Machaele HELT - -----Machaele HELT