OFFICE OCC N 12 F.T



NSP-289 And 7/11/50

June 11, 1956

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

What is

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

Re: Continental Oil Company Application for authority to effect a Langlie-Mattix oil-Jalmat gas dual completion on its Vaughan A-12 well No. 1 located in Section 12, T24S, R36E, Lea County, New Mexico; and for approval of an 80-acre non-standard gas proration unit consisting of the W/2 NW/4 Section 12, T24S,

Gentlemen:

Continental Oil Company respectfully requests administrative approval under the provisions of statewide rule 112-A to dually complete in the Langlie-Mattix oil pool and Jalmat gas pool its Vaughan A-12 well No. 1 located 1980 feet from the North line and 660 feet from the West line of Section 12, T24S, R36E, NMPM Lea County, New Mexico. A plat attached hereto shows the manner in which the dual completion is proposed to be accomplished. The Jalmat gas will be produced through the casing tubing annulus while Langlie-Mattix oil is being produced through the tubing. The fluids from the two reservoirs will be completely separated by appropriate packers, and the well will be so equipped that the reservoir pressure of each of the two pools may be determined separately. Well head equipment will include all necessary connections to permit accurate measurement of fluids produced by each pool as may be required by the Commission.

We further respectfully request approval under the provisions of Rule No. 5 (b) of the Special Rules and Regulations for the Jalmat Gas Pool of Order No. R-520 of an 80-acre non-standard gas proration unit consisting of the W/2 NW/4 of said Section 12 to be allocated to the said well No. 1. 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: