



L. P. Thompson  
Division Manager  
Production Department  
Hobbs Division  
Western Hemisphere Petroleum Division

Continental Oil Company  
P.O. Box 460  
1001 North Turner  
Hobbs, New Mexico 88240  
(505) 393-4141

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New Mexico Oil Conservation Commission  
P. O. Box 2088  
Santa Fe, NM 87501

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

Gentlemen:

Continental Oil Company's application for an 160-acre NSP Unit - Jack A-20 No. 10, Section 20, T-24S, R-37E, Lea County, New Mexico

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-1670 for approval of an 160-acre Non-standard Gas Proration Unit for its Jack A-20 well No. 10, located 760' FSL, and 1880' FEL of Section 20, T-24S, R-37E, Lea County, New Mexico, in the Jalmat Gas Pool. The Unit is proposed to consist of the SE/4 of section 20, T-24S, R-37E.

The N/2 of the SE/4 was assigned to the Jack A-20 No. 4 under administrative order No. NSP-123. This well was shut-in due to mechanical failures and the meter has been removed. Please rescind NSP-123. The S/2 of the SE/4 was assigned to Jack A-21 No. 1 under Order No. R-716. This order is requested to be rescinded under separate application.

In support of this request we would like to point out that the proposed Unit conforms with the requirements of 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 5280'
- 5) Copies of this application have been furnished by certified mail to all offset operators and all operators within said unit.

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 operators.