Entered November 17, 1955 WBM

## BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 961 Order No. R-712

THE APPLICATION OF THE STANOLIND OIL AND GAS COMPANY FOR THE APPROVAL OF THE GREENWOOD - PRE-GRAYBURG UNIT AGREEMENT EMBRACING 8,001.92 ACRES OF LAND MORE OR LESS, LOCATED IN TOWN-SHIP 18 SOUTH, RANGE 31 EAST, TOWNSHIP 19 SOUTH, RANGE 31 EAST, TOWNSHIP 19 SOUTH, RANGE 32 EAST, NMPM, LEA AND EDDY COUNTIES, NEW MEXICO.

#### ORDER OF THE COMMISSION

#### BY THE COMMISSION:

This cause came on for hearing at 9 o<sup>s</sup>clock a.m. on October 13, 1955, at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 10世 day of Norember, 1955, the Commission, a quorum being present, having considered said application and the evidence introduced in support thereof and being fully advised in the premises,

### FINDS:

1. That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

2. That the proposed unit plan will in principle tend to promote the conservation of oil and gas and the prevention of waste.

#### IT IS THEREFORE ORDERED:

1. That this order shall be known as the

# GREENWOOD PRE-GRAYBURG UNIT AGREEMENT ORDER

2. (a) That the project herein referred to shall be known as the Greenwood Pre-Grayburg Unit Agreement and shall hereafter be referred to as the "Project".

(b) That the plan by which the Project shall be operated shall be embraced in the form of a unit agreement for the development and operation of the Greenwood-Pre-Grayburg Unit Area referred to in the Petitioner's petition and filed with said petition, and such plan shall be known as the Greenwood Pre-Grayburg Unit Agreement Plan.

-2-Order No. R-712

3. That the Greenwood Pre-Grayburg Unit Agreement Plan shall be, and hereby is, approved in principle as a proper conservation measure; provided, however, that notwithstanding any of the provisions contained in said unit agreement, this approval shall not be considered as waiving or relinquishing in any manner any right, duties or obligations which are now or may hereafter, be vested in the New Mexico Oil Conservation Commission by law relative to the supervision and control of operations for exploration and development of any lands committed to said Greenwood Pre-Grayburg Unit Agreement, or relative to the production of oil or gas therefrom.

4. (a) That the Unit Area shall be:

## NEW MEXICO PRINCIPAL MERIDIAN

TOWNSHIP 1	8 SOUTH, RANGE 31 EAST
Section 22:	All
Section 23:	A11
Section 24:	W/2
Section 25:	A11
Section 26:	A11
Section 27:	A11
Section 34:	A11
Section 35:	A11
Section 36:	A11
TOWNSHIP I	9 SOUTH, RANGE 31 EAST
	Lots 1, 2, 3, 4; S/2 N/2, S/2 (All)
Section 2:	Lots 1, 2, 3, 4; S/2 N/2, S/2 (All)
Section 3:	Lots 1, 2, 3, 4; $S/2 N/2$ , $SE/4$
Section 11:	NE/4
Section 12:	N/2
TOWNSHIP 1	19 SOUTH, RANGE 32 EAST
	Lots 3, 4; E/2 SW/4
Section 7:	Lots 1, 2; $E/2 NW/4$

containing 8,001.92 acres more or less.

(b) The unit area may be enlarged or contracted as provided in said Plan.

5. That the Unit Operator shall file with the Commission an executed original or executed counterpart of the Greenwood Pre-Grayburg Unit Agreement within 30 days after the effective date thereof.

6. That any party owning rights in the unitized substances who does not commit such rights to said unit agreement before the effective date thereof may thereafter become a party thereto by subscribing to such agreement or counterpart thereof, or by ratifying the same. The unit operator shall file with the Commission within 30 days an original or any such counterpart or ratification. -3-Order No. R-712

7. That this order shall become effective on the first day of the calendar month next following the approval of said agreement by the Commissioner of Public Lands of the State of New Mexico and the Director of the United States Geological Survey and shall terminate <u>ipso facto</u> upon the termination of said unit agreement. The last unit operator shall immediately notify the Commission in writing of such termination.

DONE at Santa Fe, New Mexico on the day and year hereinabove designated.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JOHN F. SIMMS, Chairman

E. S. WALKER, Member

W B Macey W. B. MACEY, Member and Secretary

SEAL

ir/