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. 318 ORDER NO. R-107

THE APPLICATION OF BLACKWOOD AND NICHOLS COMPANY, A PARTNERSHIP, FOR THE APPROVAL OF THE NORTHEAST BLANCO UNIT AGREEMENT, EMBRACING 32,991.40 ACRES IN TOWNSHIPS 30 AND 31 NORTH, RANGES 6, 7 AND 8 WEST, IN THE COUNTIES OF SAN JUAN AND RIO ARRIBA, STATE OF NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at ten o'clock a. m., October 23rd, 1951, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 31st day of October, 1951, the Commission having before it for consideration the testimony adduced at the hearing of said case and being fully advised in the premises:

FINDS: 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:

That the order herein shall be known as the:

"NORTHEAST BLANCO UNIT AGREEMENT ORDER."

- SECTION 1. (a) That the project herein shall be known as the Northeast Blanco Unit Agreement and shall hereafter be referred to as the Project.
- (b) That the plan by which the Project shall be operated shall be enbraced in the form of a unit agreement for the development and operation of the Northeast Blanco Unit Area referred to in the Petitioner's petition and filed with said petition and such plan shall be known as the Northeast Blanco Unit Agreement Plan.
- SECTION 2. That the Northeast Blanco Unit Agreement Plan shall be and is hereby approved in principle as a proper conservation measure; provided, however, that notwithstanding any of the provisions contained in said Unit Agreement, this approval of said Agreement shall not be considered as waiving or relinguishing in any manner any rights, 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 Northeast Blanco Unit Agreement or relative to the production of oil or gas therefrom.

SECTION 3. (a) That the Unit Area shall be:

NEW MEXICO PRINCIPAL MERIDIAN

Township 31 North, Range 6 West

Sec. 6 - Lots 8, 9, 10 and 11, S/2Sec. 7 - All Sec. 18 - All

Sec. 19 - All Sec. 20 - All

Sec. 30 - All

Township 30 North, Range 7 West

Sec. 2 - All

Sec. 3 - All

Sec. 4 - All Sec. 5 - All

Sec. 6 - Lots 8 to 21, incl., SE/4 NW/4, NE/4 SW/4

Sec. 7 - Lots 5 to 16, incl., E/2 NE/4

Sec. 8 - Lots 1, 2 and 3, N/2, SE/4 Sec. 9 - All

Sec. 10 - All

Sec. 16 - All

Sec. 17 - Lots 1 to 8, incl., N/2 NE/4, SE/4 NE/4, E/2 SE/4

Sec. 18 - Lots 5 to 14, incl., SW/4 NE/4, E/2 W/2

Sec. 19, - Lots 5 to 13, incl., E/2 W/2, S/2 SE/4

Sec. 20 - Lots 1 and 2, NE/4, E/2 NW/4 S/2

Sec. 21 - All Sec/ 22 - W/2 W/2 Sec. 29 - N/2

Tracts 39, 40, 41, 42, 43, 44, 45 and 46 - All

Township 31 North, Range 7 West

Sec. 1 - Lots 5, 6, 7 and 8, S/2

Sec. 9 - S/2

Sec. 10 - S/2Sec. 11 - All

Sec. 12 - All

Sec. 13 - All

Sec. 14 - All

Sec. 15 - All Sec. 16 - All Sec. 19 - All

Sec. 20 - All

Sec. 21 - All

Sec. 22 - All

Sec. 23 - All Sec. 24 - All

Sec. 25 - All

Sec. 26-All

Sec. 27 - All Sec. 28 - All

Sec. 29 - All

Sec. 30 - Lots 5 to 12, incl., NE/4, E/2 W/2

Sec. 31 - Lots 5 to 14, incl., E/2 W/2

Sec. 32 - Lots 1, 2, 3 and 4, E/2, E/2 W/2

Sec. 33 - All Sec. 34 - All Sec. 35 - All

Sec. 36 - All

Tracts 49, 50, 51 and 52 - All

Township 30 North, Range 8 West

Sec. 1 - All

Sec. 12 - All

Sec. 13 - All

Sec. 24 - All

Township 31 North, Range 8 West

Sec. 25 - All

Sec. 36 - All

Total Unit Area embraces 32, 991.40 acres of land.

(b) The Unit Area may be enlarged or diminished as provided in said plan.

SECTION 4. That the Unit Operator shall file with the Commission an executed original or executed counterpart thereof of the Northeast Blanco Unit Agreement not later than thirth days after the effective date thereof.

SECTION 5. 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 a counterpart thereof. The Unit Operator shall file with the Commission within thirty days an original or any such counterpart.

SECTION 6. That this order shall become effective on the first day of the calendar month next following the approval of the Commissioner of Public Lands and the Director of the United States Geological Survey and shall terminate ipso facto on 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 CONSERVATIONCCOMMISSION

/s/ EDWIN L. MECHEM, Chairman

/s/ GUY SHEPARD, Member

/s/ R. R. SPURRIER, Secretary