

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. 423  
ORDER NO. R-212

THE APPLICATION OF TEXAS PACIFIC COAL  
AND OIL COMPANY FOR AN ORDER APPROVING  
A PROPOSED UNIT AGREEMENT FOR THE DEVELOP-  
MENT AND OPERATION OF THE LANE MILL UNIT AREA  
CONSISTING OF 2560 ACRES SITUATED IN TOWNSHIP  
15 SOUTH, RANGE 32 EAST, NMPM, LEA COUNTY, NEW  
MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. October 15, 1952, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this *20<sup>th</sup>* day of *October*, 1952, the Commission, having before it for consideration the testimony adduced at the hearing of said case 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:

That the order herein shall be known as the:

LANE MILL UNIT AGREEMENT ORDER

SECTION 1: (a) That the project herein shall be known as the Lane Mill 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 Lane Mill Unit Area referred to in the Petitioner's petition and filed with said petition, and such plan shall be known as the Lane Mill Unit Agreement Plan.

SECTION 2: That the Lane Mill Unit Agreement 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 relinquishing 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 Lane Mill 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 15 South, Range 32 East

Section 28: W/2  
Section 29: All  
Section 30: E/2  
Section 31: E/2  
Section 32: All  
Section 33: W/2

Containing 2560 acres, more or less, all of which are state lands.

(b) The Unit Area may be enlarged or contracted 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 Lane Mill Unit Agreement not later than 30 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 30 days an original or any such counterpart.

SECTION 6: That this order shall become effective upon approval of the Commissioner of Public Lands of the State of New Mexico and shall terminate ipso facto on the termination of said Unit Agreement. The last Unit Operator shall immediately notify the Commission, and the Commissioner of Public Lands, 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

  
Edwin L. Mechem, Chairman

  
Guy Shepard, Member

  
R. R. Spurrier, Secretary

S E A L