

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

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

CASE NO. 1638
Order No. R-1384

APPLICATION OF THE OIL CONSERVATION
COMMISSION ON ITS OWN MOTION TO
CONSIDER THE ESTABLISHMENT OF A
PROCEDURE WHEREBY AMENDMENTS TO UNIT
AGREEMENTS MAY BE APPROVED ADMINISTRATIVELY.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 15, 1959, at Hobbs, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 7th day of May, 1959, the Commission, a quorum being present, having considered the application and the evidence adduced 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 in some cases proposed amendments to unit agreements are relatively routine and a hearing prior to approval of such amendments results in needless expenditure by the unit operator.
- (3) That a procedure should be established whereby amendments to unit agreements may be approved administratively by the Secretary-Director, without notice and hearing, when good cause is shown therefor.

IT IS THEREFORE ORDERED:

That a procedure be and the same is hereby established whereby amendments to unit agreements may be approved administratively by the Secretary-Director, without notice and hearing, when good cause is shown therefor.

PROVIDED HOWEVER, That when the unit agreement contains a procedure for amending such agreement, the Secretary-Director may approve such amendment administratively only when the procedure set forth in the unit agreement has been fully complied with.

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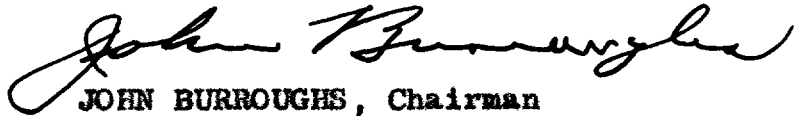
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PROVIDED FURTHER, That when the unit agreement contains no provision relative to amendments, the Secretary-Director may approve such amendment administratively only when all parties to the unit agreement have approved the amendment in question.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


JOHN BURROUGHS, Chairman

MURRAY E. MORGAN, Member


A. L. PORTER, Jr., Member & Secretary



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