BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

Entered May 28, 1962

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

> CASE No. 2544 Order No. R-2234

APPLICATION OF PERRY R. BASS FOR APPROVAL OF THE PLAINS UNIT AGREEMENT, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 25, 1962, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this <u>3rd</u> day of May, 1962, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis A. Utz, 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 applicant, Perry R. Bass, seeks approval of the Plains Unit Agreement, embracing 7,198 acres, more or less, of Federal lands in Township 19 South, Range 32 East, NMPM, Lea County, New Mexico.

(3) 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 the Plains Unit Agreement is hereby approved.

<u>PROVIDED HOWEVER</u>, 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, duty, or obligation which is 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 Plains Unit Agreement, or relative to the production of oil and gas therefrom. -2-CASE No. 2544 Order No. R-2234

(2) That the unit area shall be:

TOWNSHIP 19 SOUTH, RANGE 32 EAST, NMPM LEA COUNTY, NEW MEXICO Section 10: A11 Sections 14 and 15: All Sections 21 through 23: A11 Section 24: SW/4 SW/4 Section 25: NW/4Sections 26 through 28: All Section 33: A11 Section 34: N/2 and SW/4

containing 7,198 acres, more or less.

(3) That the unit operator shall file with the Commission an executed original or executed counterpart of the unit agreement within 30 days after the effective date thereof. In the event of subsequent joinder by any party, the unit operator shall file with the Commission within 30 days after such action counterparts of the unit agreement reflecting the subscription of those interests having joined or ratified.

(4) That this order shall become effective upon the approval of said unit agreement by 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 notify the Commission in writing of such termination.

(5) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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EDWIN L. MECHEM, Chairman

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E. S. WALKER, Member

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

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