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

> CASE NO. 427 ORDER NO. R-234

THE APPLICATION OF C. H. SWEET, ET UX: MORRIS R. ANTWELL, ET UX: J. HIRAM MOORE, ET UX, FOR AUTHORITY TO UNITIZE THE WEST 25 ACRES AND THE EAST 15 ACRES OF NW/4 NE/1 OF SECTION 18, TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM, IN THE SKAGGS POOL, LEA COUNTY, NEW MEXICO.

## ORDER OF THE COMMISSION

## BY THE COMMISSION:

This cause came on regularly for hearing at 9 a.m. on November 20, 1952, at Santa Fe, New Mexico, before a quorum of the Oil Conservation Commission of new mexico, hereinafter referred to as the "Commission."

NOW, on this 16th day of December, 1952, the Commission, having considered the testimony adduced at the hearing, and being fully advised in the premises,

## FINDS:

(1) That due public notice having been given as required by law and its Rules and Regulations duly promulgated, the Commission has jurisdiction to hear and determine the matter.

(2) That applicants are the holders of the working interests to a depth of  $l_{1,000}$  feet on the  $l_{10}$  acres (NW/LNE/L Section 18, Twp. 20 South, Range 38 East) by virtue of separate oil and gas leases covering 25 acres and 15 acres therein of fee lands.

(3) That the west 25 acres and the east 15 acres of said unit would comprise a regular 40-acre unit for production purposes to a depth of 4000 feet.

(h) That the holders of the working interests have by agreement duly filed herein agreed among thermselves to unitize their respective acreages for production and allowable purposes, and will present for approval or ratification of unit agreement to all royalty and overriding royalty holders.

(5) There is one producing Grayburg well upon the proposed unit, but expert testimony clearly indicates that additional wells to the h,000-foot depth would be dry, or would not pay out.

## IT IS THEREFORE ORDERED:

(1) That the west 25 acres and the east 15 acres of NW/4 NE/4 Section 18, in Township 20 South, Range 38 East, be and the same are hereby unitized for production and allowable purposes to a depth of 4,000 feet, into a regular 40-acre unit; provided, however, that the numerous holders of royalty and overriding royalty interests in the said tracts do sign a unitization agreement or ratify the same within a reasonable time, and that an executed copy is filed with the Commission.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

Signed: EDWIN L. MECHEM, Chairman, GUY SHEPARD, Member, R. R. SPURRIER, Secretary

SEAL