

Entered February 14, 1964
R. L. P.

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. 2967
Order No. R-2641

APPLICATION OF STANDARD OIL COMPANY
OF TEXAS FOR APPROVAL OF THE JURNEGAN
POINT UNIT AGREEMENT, EDDY COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on
January 22, 1964, at Santa Fe, New Mexico, before Examiner Elvis
A. Utz.

NOW, on this 24th day of January, 1964, the Commission,
a quorum being present, having considered the testimony, the
record, and the recommendations of the Examiner, 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, Standard Oil Company of Texas,
seeks approval of the Jurnegan Point Unit Agreement covering
7,680 acres, more or less, of State and Fee land in Township
24 South, Ranges 24 and 25 East, NMPM, Eddy County, New Mexico.

(3) That approval of the proposed Jurnegan Point Unit
Agreement will in principle tend to promote the conservation of
oil and gas and the prevention of waste.

IT IS THEREFORE ORDERED:

(1) That the Jurnegan Point Unit Agreement is hereby
approved.

-2-

CASE No. 2967

Order No. R-2641

(2) That the plan under which the unit area shall be operated shall be embraced in the form of a unit agreement for the development and operation of the Jurnegan Point Unit Area, and such plan shall be known as the Jurnegan Point Unit Agreement Plan.

(3) That the Jurnegan Point Unit Agreement Plan 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 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 Oil Conservation Commission of New Mexico by law relative to the supervision and control of operations for the exploration and development of any lands committed to the Jurnegan Point Unit, or relative to the production of oil or gas therefrom.

(4) (a) That the unit area shall be:

NEW MEXICO PRINCIPAL MERIDIAN

EDDY COUNTY, NEW MEXICO
TOWNSHIP 24 SOUTH, RANGE 24 EAST

Section 1: All
Section 12: All
Section 13: All

TOWNSHIP 24 SOUTH, RANGE 25 EAST

Sections 4 through 9: All
Sections 16 through 18: All

containing 7,680 acres, more or less.

(b) That the unit area may be enlarged or contracted as provided in said plan; provided, however, that administrative approval for expansion or contraction of the unit area must also be obtained from the Secretary-Director of the Commission.

(5) That the unit operator shall file with the Commission an executed original or executed counterpart of the Jurnegan Point Unit Agreement within 30 days after the effective date thereof. In the event of subsequent joinder by any party or expansion or contraction of the unit area, the unit operator shall file with the Commission within 30 days thereafter counterparts of the unit agreement reflecting the subscription of those interests having joined or ratified.

-3-

CASE No. 2967

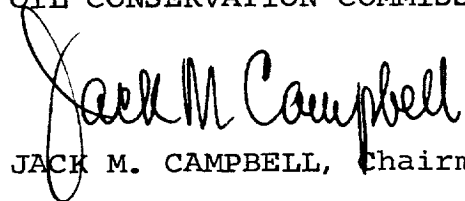
Order No. R-2641

(6) That this order shall become effective upon the approval of said unit agreement by the Commissioner of Public Lands for the State of New Mexico, and shall terminate ipso facto upon the termination of said unit agreement. The last unit operator shall notify the Commission immediately in writing of such termination.

(7) 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



JACK M. CAMPBELL, Chairman



E. S. WALKER, Member



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

S E A L

esr/