Entered Much 18, 1964 a.f.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. 2983 Order No. R-2648

APPLICATION OF THE PURE OIL COMPANY FOR APPROVAL OF THE BRINNINSTOOL 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 February 5, 1964, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>6th</u> day of February, 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, The Pure Oil Company, seeks approval of the Brinninstool Unit Agreement covering 17,237 acres, more or less, of State and Federal lands in Townships 23 and 24 South, Ranges 32 and 33 East, NMPM, Lea County, New Mexico.

(3) That approval of the proposed Brinninstool 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 Brinninstool Unit Agreement is hereby approved.

(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 Brinninstool Unit Area, and such plan shall be known as the Brinninstool Unit Agreement Plan. -2-CASE No. 2983 Order No. R-2648

(3) That the Brinninstool 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 Brinninstool Unit, or relative to the production of oil or gas therefrom.

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

NEW MEXICO PRINCIPAL MERIDIAN

LEA COUNTY, NEW MEXICO
TOWNSHIP 23 SOUTH, RANGE 32 EAST
Sections 24 through 28: All
Sections 33 through 36: All
TOWNSHIP 23 SOUTH, RANGE 33 EAST
Sections 19 through 21: All
Sections 28 through 32: All
TOWNSHIP 24 SOUTH, RANGE 32 EAST
Sections 1 through 4: All
Sections 10 through 12: All
TOWNSHIP 24 SOUTH, RANGE 33 EAST
Sections 5 through 7: All

containing 17,237.30 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 Brinninstool 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.

(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 the Director of the United States -3-CASE No. 2983 Order No. R-2648

Geological Survey, and shall terminate <u>ipso</u> <u>facto</u> 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

Chairman CAMPBE

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S. WALKER, Member Ε.

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