

Entered May 6, 1975
A.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. 5415
Order No. R-5004

APPLICATION OF BURK ROYALTY CO. FOR
APPROVAL OF THE DOUBLE L QUEEN UNIT
AGREEMENT, CHAVES COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on
April 16, 1975, at Santa Fe, New Mexico, before Examiner
Daniel S. Nutter.

NOW, on this 6th day of May, 1975, 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, Burk Royalty Co., seeks approval
of the Double L Queen Unit Agreement covering 2670.10 acres,
more or less, of State, Federal and fee lands described as
follows:

CHAVES COUNTY, NEW MEXICO
TOWNSHIP 14 SOUTH, RANGE 29 EAST, NMPM
Section 23: E/2 SE/4
Section 24: W/2 SW/4
Section 25: NW/4, SW/4 NE/4, N/2 SW/4, SE/4 SW/4,
W/2 SE/4, and SE/4 SE/4
Section 36: NE/4 NW/4, NE/4, N/2 SE/4, and SE/4 SE/4

TOWNSHIP 14 SOUTH, RANGE 30 EAST, NMPM
Section 31: W/2, W/2 SE/4, and SE/4 SE/4

TOWNSHIP 15 SOUTH, RANGE 29 EAST, NMPM
Section 1: E/2 E/2
Section 12: NE/4 and E/2 SE/4
Section 13: NE/4 NE/4

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TOWNSHIP 15 SOUTH, RANGE 30 EAST, NMPM
Section 6: N/2, SW/4, and NW/4 SE/4
Section 7: W/2 W/2 and NE/4 NW/4
Section 18: NW/4

(3) That approval of the proposed unit agreement should promote the prevention of waste and the protection of correlative rights within the unit area.

IT IS THEREFORE ORDERED:

(1) That the Double L Queen Unit Agreement is hereby approved.

(2) That the plan contained in said unit agreement for the development and operation of the unit area 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 Commission to supervise and control operations for the exploration and development of any lands committed to the unit and production of oil or gas therefrom.

(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; that 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.

(4) 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 Geological Survey; that this order shall terminate ipso facto upon the termination of said unit agreement; and that the last unit operator shall notify the Commission immediately 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.

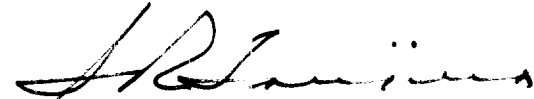
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DONE at Santa Fe, New Mexico, on the day and year herein-
above designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


I. R. TRUJILLO, Chairman


PHIL R. LUCERO, Member


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

S E A L

jr/