

Entered Sept. 17, 1956

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 THE STATE OF NEW
MEXICO FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 1085
Order No. R-828-A

THE APPLICATION OF SHELL OIL
COMPANY FOR THE APPROVAL OF THE
CARSON UNIT AGREEMENT, EMBRACING
15,366 ACRES, MORE OR LESS, LOCATED
IN TOWNSHIP 25 NORTH, RANGE 11 WEST
AND TOWNSHIP 25 NORTH, RANGE 12 WEST,
NMPM, SAN JUAN COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 10 o'clock a.m. on June 21, 1956 and at 9:00 o'clock a.m. on September 9, 1956, at Santa Fe, New Mexico, before Warren W. Mankin, Examiner duly appointed by the Oil Conservation Commission of New Mexico, in accordance with Rule 1214 of the Commission's Statewide Rules and Regulations.

NOW, on this _____ day of September, 1956, the Oil Conservation Commission of New Mexico, a quorum being present, having considered the application, the evidence presented and the recommendations of the Examiner, Warren W. Mankin, 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 has requested an amended order redefining the horizontal limits of the Carson Unit Area.
- (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:

SECTION 1. That Order R-828, entered June 22, 1956, be and the same is hereby superseded.

SECTION 2. That this order shall be known as the

CARSON UNIT AGREEMENT ORDER

SECTION 3. (a) That the project herein referred to shall be known as the Carson Unit Agreement and shall hereafter be referred to as the "Project."

(b) That the plan by which the project shall be operated shall be embraced in the form of a unit agreement for the development and operation of the Carson Unit Area, referred to in the petitioner's petition and filed with said petition, and such plan shall be known as the Carson Unit Agreement Plan.

SECTION 4. That the Carson Unit Agreement Plan shall be, and hereby is, 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, duties or obligations which are 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 Carson Unit Agreement, or relative to the production of oil or gas therefrom.

SECTION 5. That the Unit Area shall be:

NEW MEXICO PRINCIPAL MERIDIAN

TOWNSHIP 25 NORTH, RANGE 11 WEST

All of Sections 5 to 8, inclusive;
17 to 20 inclusive; and 29 to 32
inclusive;

TOWNSHIP 25 NORTH, RANGE 12 WEST

All Section 1; All Section 2;
All Sections 11 through 14 inclusive;
All Sections 23 through 26 inclusive;
All Section 35; All Section 36;

containing 15,366 acres, more or less.

SECTION 6. That the unit operator shall file with the Commission an executed original or executed counterpart of the Carson Unit Agreement within 30 days after the effective date thereof.

SECTION 7. That any party owning rights in the unitized substances who does not commit such rights to said unit agreement before the effective date thereof, may thereafter become a party thereto by subscribing to such agreement or counterpart thereof, or by ratifying the same. The unit operator shall file with the Commission within 30 days an original of any such counterpart of ratification.

SECTION 8. That this order shall become effective upon approval of said unit agreement by the Commissioner of Public Lands of the State of New Mexico and the Director of the United

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States Geological Survey and shall terminate ipso facto upon the termination of said unit agreement. The last unit operator shall immediately notify the Commission in writing of such termination.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


JOHN F. SIMMS, Chairman


E. S. WALKER, Member


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

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