

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. 264
ORDER NO. R-62

THE APPLICATION OF KEWANEE OIL COMPANY
FOR APPROVAL OF THE "FOUR MILE UNIT" AGREEMENT
COVERING 14,238.96 ACRES OF LAND IN T. 18 S,
R. 18 E AND T. 19 S, R. 18 E, IN ACCORDANCE WITH
PLAT ATTACHED TO THE APPLICATION, ALL LOCATED IN
CHAVES COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 10:00 a. m. on the 20th day of
March 1951 before the Oil Conservation Commission pursuant to notice here-
tofore duly given by said Commission:

The Commission having heard and considered testimony adduced at said
hearing, being fully advised in said premises:

FINDS that the "Four Mile Unit" plan will in principle tend to promote
the conservation of oil and gas, and a prevention of waste;

IT IS THEREFORE ORDERED:

That the order herein shall be known as the:

"FOUR MILE UNIT AGREEMENT ORDER"

Section 1. (a) That the Unit herein shall be known as the "Four Mile
Unit" Agreement, and shall hereinafter be referred to as the Unit.

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

Section 2. That the "Four Mile Unit" Agreement Plan shall be and 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 of said agreement shall not be considered as waiving
or relinquishing in any manner any rights, 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 "Four Mile Unit" Agreement or
relative to the production of oil and gas therefrom.

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Section 3. (a) That the Unit Area shall be:

New Mexico Principal Meridian

T. 18 S, R. 18 E

Section 1, Lots 7, 8, 9 and 10 and S/2;
Section 11, SE/4;
Section 12, 13 and 14, all;
Section 15, SE/4;
Section 21, SE/4;
Secs. 22 and 23, all;
Section 24, N/2, SW/4;
Section 25, W/2;
Sections 26 and 27, all;
Section 28, E/2;
Secs. 34 and 35, all;
Section 36, W/2'

T. 19 S, R. 18 E.

Sec. 1, lots 3 and 4, S/2 NW/4, SW/4;
Secs. 2 and 3, all;
Secs. 10 and 11, all;
Sec. 12, W/2, S/2 SE/4;
Secs. 13 and 14, all;
Sec. 15, N/2 NE/4;
Sec. 23, NE/4;
Secs. 24 and 25, all,

in Chaves County, New Mexico, and containing 14,238.96 acres, more or less.

(b) The Unit area may be enlarged or diminished as provided in said Plan.

Section 4. That the Unit operator shall file with the Commission an executed original, or executed counterparts thereof, of the "Four Mile Unit" Agreement not later than 30 days after the effective date thereof.

Section 5. 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 a counterpart thereof. The Unit Operator shall file with the Commission within 30 days an original of any such counterpart.

Section 6. That the order herein shall become effective on the first day of the calendar month next following the approval of Commissioner of Public Lands and the Secretary of the Interior and shall terminate ipso facto on 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

EDWIN L. MECHEM, Chairman

GUY SHEPARD, Member

R. R. SPURRIER, Secretary