

Entered June 18, 1959
A.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. 278
Order No. R-111-B

APPLICATION OF FARM CHEMICAL
RESOURCES DEVELOPMENT CORPORATION
AND NATIONAL POTASH COMPANY FOR AN
AMENDMENT OF ORDER R-111-A TO
INCLUDE ADDITIONAL ACREAGE IN THE
POTASH-OIL AREA OF LEA AND EDDY
COUNTIES, NEW MEXICO

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on May 13, 1959, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 5th day of June, 1959, the Commission, a quorum being present, having considered the testimony presented and the exhibits received at said hearing, 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 applicants, Farm Chemical Resources Development Corporation and National Potash Company, are the owners of certain Federal and State potash leases in Townships 19, 20, and 21 South, Ranges 29, 31, and 32 East, NMPM, Lea and Eddy Counties, New Mexico.
- (3) That the applicants seek an amendment of Order No. R-111-A to extend the Potash-Oil Area as set forth in said Order to include the following-described acreage:

TOWNSHIP 19 SOUTH, RANGE 31 EAST
Section 36: N/2 and SW/4

TOWNSHIP 19 SOUTH, RANGE 32 EAST
Section 33: N/2 and W/2 SW/4
Section 34: N/2

TOWNSHIP 20 SOUTH, RANGE 29 EAST
Section 25: S/2 S/2

-2-
Case No. 278
Order No. R-111-B

TOWNSHIP 20 SOUTH, RANGE 31 EAST

Section 1: W/2 W/2
Section 2: All
Section 3: All
Section 11: N/2 and W/2 SW/4
Section 14: W/2 NW/4

TOWNSHIP 20 SOUTH, RANGE 32 EAST

Section 4: W/2 NW/4
Section 5: N/2, SW/4 and N/2 SE/4
Section 6: NE/4, N/2 SE/4, and SE/4 SE/4

TOWNSHIP 21 SOUTH, RANGE 31 EAST

Section 10: E/2
Section 11: All
Section 12: SW/4 SW/4
Section 13: W/2
Section 14: All
Section 15: E/2
Section 16: W/2 SW/4
Section 17: All
Section 18: SE/4 NE/4, SE/4, and SE/4 SW/4
Section 19: All
Section 20: All
Section 21: NW/4 NW/4, S/2 NW/4, and SW/4
Section 22: E/2
Section 23: N/2
Section 24: NW/4
Section 27: E/2 E/2 and NW/4 NE/4
Section 34: E/2 NE/4 and SW/4 NE/4

(4) That the evidence presented indicates that the above-described acreage contains potash deposits in commercial quantities.

(5) That to promote orderly development of the natural resources in the area, Order No. R-111-A should be amended to include the above-described acreage in the Potash-Oil Area.

IT IS THEREFORE ORDERED:

That Order No. R-111-A be and the same is hereby amended to include the following-described acreage within the confines of the Potash-Oil Area in Lea and Eddy Counties, New Mexico:

TOWNSHIP 19 SOUTH, RANGE 31 EAST

Section 36: N/2 and SW/4

TOWNSHIP 19 SOUTH, RANGE 32 EAST

Section 33: N/2 and W/2 SW/4
Section 34: N/2

-3-
Case No. 278
Order No. R-111-B

TOWNSHIP 20 SOUTH, RANGE 29 EAST

Section 25: S/2 S/2

TOWNSHIP 20 SOUTH, RANGE 31 EAST

Section 1: W/2 W/2
Section 2: All
Section 3: All
Section 11: N/2 and W/2 SW/4
Section 14: W/2 NW/4

TOWNSHIP 20 SOUTH, RANGE 32 EAST

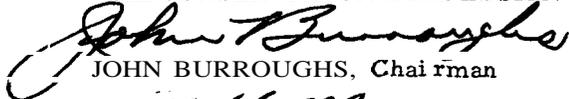
Section 4: W/2 NW/4
Section 5: N/2, SW/4, and N/2 SE/4
Section 6: NE/4, N/2 SE/4, and SE/4 SE/4

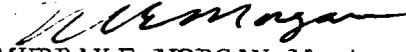
TOWNSHIP 21 SOUTH, RANGE 31 EAST

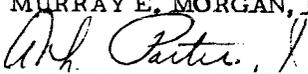
Section 10: E/2
Section 11: All
Section 12: SW/4 SW/4
Section 13: W/2
Section 14: All
Section 15: E/2
Section 16: W/2 SW/4
Section 17: All
Section 18: SE/4 NE/4, SE/4, and SE/4 SW/4
Section 19: All
Section 20: All
Section 21: NW/4 NW/4, S/2 NW/4, and SW/4
Section 22: E/2
Section 23: N/2
Section 24: NW/4
Section 27: E/2 E/2 and NW/4 NE/4
Section 34: E/2 NE/4 and SW/4 NE/4

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


JOHN BURROUGHS, Chairman


MURRAY E. MORGAN, Member


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

S E A L

vem/