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. 2802
Order No. R-2494

APPLICATION OF J. R. CONE
FOR APPROVAL OF THE CONE
JALMAT YATES POOL 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 May 15, 1963, at Roswell, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this__11th__day of June, 1963, 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 applicant, J. R. Cone, seeks approval of the Cone Jalmat Yates Pool Unit Agreement covering 1,760 acres, more or less, of State land in Township 22 South, Range 35 East, NMPM, Lea County, New Mexico.

(3) That approval of the proposed Cone Jalmat Yates Pool 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 Cone Jalmat Yates Pool 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 Cone Jalmat Yates Pool Unit Area, and such plan shall be known as the Cone Jalmat Yates Pool Unit Agreement Plan.

(3)   That the Cone Jalmat Yates Pool 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 Cone Jalmat Yates Pool 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 22 SOUTH, RANGE 35 EAST
Section 13:   S/2
Section 23:   E/2 SE/4
Section 24:   All
Section 25:   N/2, SE/4, and
               E/2 SW/4
Section 36:   NE/4

containing 1,760 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 Cone Jalmat Yates Pool 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 shall terminate ipso facto 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.
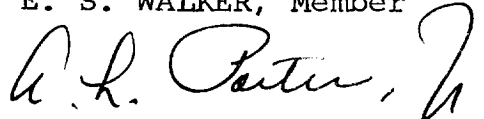
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        DONE at Santa Fe, New Mexico, on the day and year herein-
above designated.

                              STATE OF NEW MEXICO
                              OIL CONSERVATION COMMISSION

                              JACK M. CAMPBELL, Chairman

                              E. S. WALKER, Member

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

    S E A L

    esr/