

Entered July 6, 1956

A.H.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. 1118
Order No. R-863

THE APPLICATION OF HUMBLE OIL &
REFINING COMPANY FOR APPROVAL
OF THE RAILROAD MOUNTAIN UNIT
AGREEMENT EMBRACING 4,217 ACRES
OF LAND, MORE OR LESS, IN
TOWNSHIPS 7 AND 8 SOUTH, RANGE
31 EAST, NMPM, CHAVES COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 10 o'clock a.m. on the 7th day of August, 1956, at Santa Fe, New Mexico, before Warren W. Mankin, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the Commission, in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 30th day of August, 1956, the Commission, a quorum being present, having considered the application, the evidence and the recommendations of the Examiner Warren W. Mankin, and being fully advised in the premises,

FINDS:

(1) That due notice of the time and place of hearing and the purpose thereof having been given as required by law, the Commission has jurisdiction of this case and the subject matter thereof.

(2) 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 this order shall be known as the

RAILROAD MOUNTAIN UNIT AGREEMENT ORDER

SECTION 2. (a) That the project herein referred to shall be known as the Railroad Mountain 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 Railroad Mountain Unit Area referred to in the Petitioner's petition and filed with said petition, and such plan shall be known as the Railroad Mountain Unit Agreement Plan.

SECTION 3. That the Railroad Mountain 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 obligation 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 Railroad Mountain Unit Agreement, or relative to the production of oil or gas therefrom.

SECTION 4. That the Unit Area will be:

NEW MEXICO PRINCIPAL MERIDIAN, NEW MEXICO

TOWNSHIP 7 SOUTH, RANGE 31 EAST
S/2 Section 31

TOWNSHIP 8 SOUTH, RANGE 31 EAST
All Sections 5, 6, 7, 8, 17, 18

Situated in Chaves County, New Mexico and containing 4,217 acres, more or less.

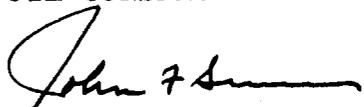
SECTION 5. That the unit operator shall file with the Commission an executed original or executed counterpart of the Railroad Mountain Unit Agreement within 30 days after the effective date thereof.

SECTION 6. 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 7. That this order shall become effective upon approval of said unit agreement by the Director of the United 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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