

**CERTIFICATE OF APPROVAL BY COMMISSIONER OF  
PUBLIC LANDS, STATE OF NEW MEXICO, OF UNIT  
AGREEMENT FOR THE DEVELOPMENT AND OPERATION  
OF THE BURRO HILLS UNIT AREA, HADY COUNTY,  
STATE OF NEW MEXICO.**

There having been presented to the undersigned, Commissioner of Public Lands of the State of New Mexico, for examination and agreement for the development and operation of the Burro Hills Unit Area, Hady County, New Mexico, bearing date of the 9th day of February, 1948, in which the Magnolia Petroleum Company, a corporation, is designated as Operator, and which has been executed by various parties owning and holding oil and gas leases embracing lands within the unit area, and upon examination of said agreement, the Commissioner finds:

(a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said field;

(b) That under the operations proposed, the State will receive its fair share of the recoverable oil or gas in place under its lands in the area affected;

(c) That the agreement is in other respects for the best interest of the State;

(d) That the agreement provides for the unit operation of the field, for the allocation of production, and the sharing of proceeds from a part of the area covered by the agreement on an acreage basis as specified in the agreement;

NOW, THEREFORE, by virtue of the authority conferred upon me by Chapter 98 of the New Mexico Session Laws of 1945, approved April 14, 1945, I, the undersigned, Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the unit agreement above referred to for the development and operation of the Burro Hills Unit Area, Hady County, New Mexico, subject to all of the provisions of the aforesaid act.

Executed this the 16th day of March, 1948.

  
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Commissioner of Public Lands of the State of  
New Mexico.

**ILLEGIBLE**