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. 1321
Order No. R-1072

THE APPLICATION OF SAN JUAN GAS
CORPORATION FOR THE APPROVAL OF
THE SAN JUAN 25-2 UNIT AGREEMENT
EMBRACING 19,497 ACRES, MORE OR
LESS, LOCATED IN TOWNSHIP 25 NORTH,
RANGE 2 WEST, NMPM, RIO ARRIBA
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on
October 4, 1957, at Santa Fe, New Mexico, before Elvis A. Utz,
Examiner duly appointed by the New Mexico Oil Conservation Com-
mission hereinafter referred to as the "Commission," in accord-
ance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 21st day of October, 1957, the Commission,
a quorum being present, having considered the application, the
evidence adduced and the recommendations of the Examiner, Elvis
A. Utz, 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 proposed unit plan will in principle tend
to promote the conservation of oil and gas and the prevention of
waste.

IT IS THEREFORE ORDERED:

(1) That this order shall be known as the

SAN JUAN 25-2 UNIT AGREEMENT ORDER

(2) (a) That the project herein referred to shall be
known as the San Juan 25-2 Unit Agreement and shall hereinafter
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 San Juan 25-2 Unit Area, referred
to in the Petitioner's petition and filed with said petition, and

such plan shall be known as the San Juan 25-2 Unit Agreement Plan.

(3) That the San Juan 25-2 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 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 San Juan 25-2 Unit Agreement, or relative to the production of oil and gas therefrom.

(4) (a) That the unit area shall be:

NEW MEXICO PRINCIPAL MERIDIAN

TOWNSHIP 25 NORTH, RANGE 2 WEST
Sections 1 through 30, incl.: All
Sections 33 through 36, incl.: All

all in Rio Arriba County, New Mexico,

containing 19,497 acres more or less.

(b) The unit area may be enlarged or contracted as provided in said Plan.

(5) That the unit operator shall file with the Commission an executed original or executed counterpart of the San Juan 25-2 Unit Agreement within 30 days after the effective date thereof.

(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 or ratification.

(7) 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 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
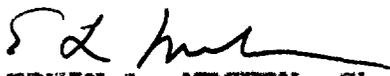
EDWIN L. MECHEM, Chairman
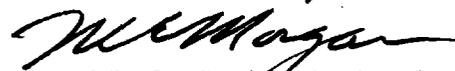
MURRAY E. MORGAN, Member

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

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