Entered November 6, 1980 July

> STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED **8Y** THE OIL CONSERVATION **DIVISION** FOR THE PURPOSE OF CONSIDERING:

CASE NO. 7053 Order No. **R-111-0**

APPLICATION OF AMAX CHEMICAL CORPORATION FOR THE AMENDMENT OF ORDER NO. R-111-A, EDDY COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on October 15, 1980, at Santa Fe, New Mexico, before Examiner Richard L. **Stamets.**

NOW, on this $6 \, th$ day of November, 1980, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

- $\,$ (1) That due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

TOWNSHIP 19 SOUTH, RANGE 29 EAST, NMPM Section 24: SE/4 NE/4 and NE/4 SE/4

TOWNSHIP 19 SOUTH, RANGE 3D EAST, NMPM Section 19: S/2 NW/4

(3) That the evidence establishes that said lands do contain commercial deposits of potash which may reasonably be recovered in commercial quantities.

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(4) That in order to promote the orderly development of the natural resources in the Potash-Oil Area, and prevent waste and protect correlative rights, Order No. R-lll-A, as amended, should be further amended to include in the Potash-Oil Area, as defined by said order, the lands described in Finding No. (2) above.

IT_IS THEREFORE ORDERED:

(1) That Order No. R-lll-A, as **amended**, is hereby further amended to include the **following-described** lands within the Potash-Oil Area in Eddy County, New Mexico:

TOWNSHIP 19 SOUTH, RANGE 29 EAST, NMPM Section 24: SE/4 NE/4 and NE/4 SE/4

TOWNSHIP 19 SOUTH, RANGE 30 EAST, NMPM Section 19: S/2 NW/4

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

 ${\tt DONE}$ at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

JOE D. RAMEY, Director

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