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. 5428 Order No. R-111-J

aletter-

APPLICATION OF AMAX CHEMICAL CORPORATION FOR THE EXTENSION OF THE POTASH-OIL AREA, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on March 19, 1975, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>25th</u> day of March, 1975, the Commission, a quorum being present, 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 Commission has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Amax Chemical Corporation, seeks an extension of the Potash-Oil Area as defined in Order No. R-111-A, as amended, by the addition of the following described lands in Eddy County, New Mexico:

TOWNSHIP 19	SOUTH, RANGE 29 EAST, NMPM
Section 13: Section 14:	S/2 SE/4 W/2 SW/4 N/2 NW/4, SE/4 NW/4, S/2 NE/4
Section 23: Section 24:	N/2 NW/4, SE/4 NW/4, S/2 NZ/ NW/4, W/2 NE/4, NE/4 NE/4
TOWNSHIP 19	SOUTH, RANGE 30 EAST, NMPM
Section 14: Section 18:	W/2 NE/4

(3) That the evidence presented indicates that the abovedescribed acreage contains potash deposits in commercial quanti ties.

(4) That to promote the orderly development of the natura resources in the potash-oil area, Order No. R-111-A should be amended to include the above-described acreage in the Potash-Oil Area.