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BEFORE THE NEW MEXICO
OIL CONSERVATION DIVISION
DEPARTMENT OF ENERGY AND MINERALS
STATE OF NEW MEXICO

Application of Amax Chemical)
Corporation for an Order)
Amending R-111A and Seeking)
Extension of the Potash-Oil)
Area in Eddy County, New Mexico)

No. 6495

STIPULATION

Subject to approval by the Oil Conservation Division,
Department of Energy and Minerals, State of New Mexico (Division),
the Parties agree and stipulate as follows:

Recitals

1. The general area of interest under this Stipulation is defined as Sections 11, 13, 14, 23 and 24, Township 19 South, Range 29 East, N.M.P.M. Eddy County, New Mexico and Section 19, Township 19 South, Range 30 East, N.M.P.M., Eddy County, New Mexico.

2. Southland Royalty Company (Southland), the Superior Oil Company (Superior), and Gulf Oil Corporation (Gulf), are engaged in the business of producing oil and gas and have determined that prospects exist for the production of oil and gas within the general area of interest.

3. Amax Chemical Corporation (Amax) is engaged in the business of producing potash in the general area of interest.

4. On February 12, 1979, Amax filed with the Division an application for Order Amending R-111 seeking extension of the R-111 Area to include certain lands within the general use of interest (Case No. 6495).