

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. 77

ORDER NO. 656

THE APPLICATION OF THE MAGNOLIA PETROLEUM  
COMPANY FOR AN ORDER OF APPROVAL OF THE UNIT  
AGREEMENT FOR THE DEVELOPMENT AND OPERATION  
OF THE BLACK HILLS ANTICLINE UNIT AREA WITHIN  
TOWNSHIPS 17 AND 18 SOUTH, RANGES 19 AND 20  
EAST, N.M.P.M., CONTAINING 17,626.62 ACRES,  
MORE OR LESS, CHAVES COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at ten o'clock A. M. June 7, 1946  
at Santa Fe, New Mexico before the Oil Conservation Commission of New  
Mexico, hereinafter referred to as the "Commission".

NOW, on this 7th day of June, 1946, the Commission having before  
it for consideration the testimony adduced at the hearing of said case,  
and being fully advised in the premises;

IT IS THEREFORE ORDERED THAT:

The order herein shall be known as the:

BLACK HILLS ANTICLINE UNIT AGREEMENT ORDER

SECTION 1. (a) The project herein shall be known as the Black  
Hills Anticline Unit Agreement, and shall hereinafter be referred to  
as the Project.

(b) The plan by which the Project shall be operated shall be em-  
braced in the form of unit agreement for the development and operation  
of the Black Hills Anticline Unit Area referred to in the petitioner's  
petition and filed with said petition and such plan shall be known as  
the Black Hills Anticline Unit Agreement Plan.

SECTION 2. The Black Hills Anticline Unit Agreement Plan shall be  
and is hereby approved.

SECTION 3. (a) The Unit Area shall be:

All Sections 25, 26, 35 and 36; E $\frac{1}{2}$  Sec. 27; E $\frac{1}{2}$  Sec. 34,  
Township 17 South, Range 19 East; All Sections 22 and 23,  
S $\frac{1}{2}$  Sec. 20, S $\frac{1}{2}$  Sec. 21, All of Sections 26 to 35, inclusive,  
Township 17 South, Range 20 East; All Sections 1, 2, 3, 10,  
11, 12, 14 and 15, Township 18 South Range 19 East; All  
Sections 5 and 6, Township 18 South, Range 20 East, N.M.P.M.,  
Chaves County, New Mexico, containing 17,626.62 acres, more  
or less.

(b) The Unit Area may be enlarged or diminished as provided in  
said plan.

SECTION 4. The unit operator shall file with the Commission an  
executed original, or executed counterparts thereof, of the Black Hills  
Anticline Unit Agreement not later than 30 days after the effective date  
thereof.

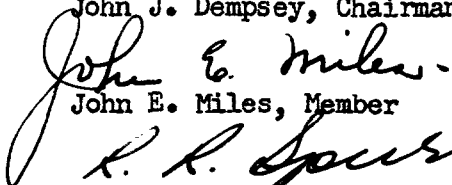
SECTION 5. Any party owning rights in the unitized substances who does not commit such rights to said Unit Agreement before the effective date thereof may thereafter become party thereto by subscribing to such Agreement or a counterpart thereof. The Unit Operator shall file with the Commission within 30 days an original of any such counterpart.

SECTION 6. The order herein shall become effective on the first day of the calendar month next following the approval of Commissioner of Public Lands and the Secretary of the Interior and shall terminate ipso facto on 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 as of the day and year hereinabove designated.

OIL CONSERVATION COMMISSION

John J. Dempsey, Chairman

  
John E. Miles, Member

  
R. R. Spurrier, Secretary