

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION  
OF THE MAGNOLIA PETROLEUM COMPANY  
FOR AN ORDER APPROVING THE PRO-  
POSED FOUR LAKES UNIT AGREEMENT  
EMBRACING 3,200 ACRES OF LANDS  
OWNED BY THE STATE OF NEW MEXICO  
SITUATED IN LEA COUNTY, NEW MEXICO  
IN TWP. 10 S., RGE. 34 E., N.M.P.M.

CASE NO. 252

ORDER NO. R-47

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 10:00 o'clock,  
A. M., on the 25th day of January, 1951, at Santa Fe, New  
Mexico, before the Oil Conservation Commission of New Mexico,  
hereinafter referred to as the "Commission", upon the applica-  
tion of the Magnolia Petroleum Company for approval of the  
Four Lakes Unit Agreement embracing lands situated in Lea  
County, New Mexico and the Commission having considered said  
application and the evidence introduced in support thereof  
and being fully advised in the premises:

FINDS that the proposed unit plan will in principle  
tend to promote the conservation of oil and gas and the preven-  
tion of waste;

IT IS THEREFORE ORDERED BY THE COMMISSION AS FOLLOWS:

SECTION 1. That this order shall be known as the

FOUR LAKES UNIT AGREEMENT ORDER

SECTION 2. (a) That the project herein referred to  
shall be known as the Four Lakes Unit Agreement, and shall here-  
after 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 agree-  
ment for the development and operation of the Four Lakes Unit  
Area referred to in the Petitioner's petition and filed with  
said petition, and such plan shall be known as the Four Lakes  
Unit Agreement Plan.

SECTION 3. That the Four Lakes 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 rights, 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 Four Lakes Unit Agreement, or relative to the production of oil or gas therefrom.

SECTION 4. (a) That the Unit Area shall be:

NEW MEXICO PRINCIPAL MERIDIAN

TOWNSHIP 10 SOUTH, RANGE 34 EAST

S $\frac{1}{2}$  Sec. 10

S $\frac{1}{2}$  Sec. 11

All of Secs. 14, 15, 22 and 23

Total unit area 3,200 acres, more or less.

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

SECTION 5. That the unit operator shall file with the Commission an executed original or executed counterpart of the Four Lakes Unit Agreement within 30 days after the effective date thereof.

SECTION 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. The unit operator shall file with the Commission within 30 days an original of any such counterpart.

SECTION 7. That this Order shall become effective upon approval of said unit agreement by the Commissioner of Public Lands of the State of New Mexico, 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, on the day and year above designated.

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

Edwin Mechem, Governor

  
Guy Shepard, Member

  
R. R. Spurrier, Secretary