

## BEFORE THE OIL CONSERVATION COMMISSION

OF THE STATE OF NEW MEXICO

IN THE MATTER OF the Application of AMERADA PETROLEUM CORFORATION for the Approval of a Unit Agreement embracing  $E_2^{1}SE_4^{1}$ , Section 34, Township 11 South, Range 33 East, containing 80 acres, Lea County, New Mexico.

1. NO. 34

## APPL ICATION

Application is hereby made by Amerada Petroleum Corporation, whose Post Office address is Beacon Building, Post Office Box 2040, Tulsa 2, Oklahoma, for the approval by the Commission of a Unit Agreement for the developing and operation of a Unit Area in the County of Lea, State of New Mexico, and entered into between the applicant herein, as Unit Operator, and Gulf Oil Corporation, owner of the working interest in the lands embraced within such Unit not owned by applicant herein.

I.

The Unit Area embraces the following described lands located in Lea County, State of New Mexico, to-wit:

> $SE_{4}SE_{4}$  and  $NE_{4}SE_{4}$ , Section 34, Township 11 South, Range 33 East, N.M.P.M., New Mexico.

The total area embraced in said Unit Area is 80 acres, all of which is held under oil and gas leases issued by Commissioner of Fublic Lands of the State of New Mexico.

II.

An application for the approval of this Unit Agreement has been filed with the Commissioner of Public Lands, and it is anticipated that the same will be approved shortly hereafter, and applicant requests same be set down for hearing at the March hearing date. At such hearing the requisite number of signed copies of the Unit Agreement will be submitted for approval and filed in your office. An unsigned copy of the Unit Agreement is filed herewith for temporary record pending filing of the completely executed copy. The Unit Agreement contains the statement of ownership of all the oil and gas interests in the lands embraced in said Unit and, as shown therein, all the working and royalty interests have been committed to the Unit Agreement except the royalty interest of the State of New Mexico being sought by application filed simultaneously herewith before the Commissioner of Public Lands.

## III.

The form of Unit Agreement substantially follows those previously considered by your office. As shown therein, the Oil Conservation Commission has heretofore on May 1, 1951, entered its order establishing said lands as one 80-acre proration unit for the Bagley Siluro - Devonian Pool.

## IV.

Within ninety (90) days after such Unit Agreement is made effective, the Unit Operator is obliged to commence drilling operations on a test well to be located in the center of  $SE_{\pm}^{+}SE_{\pm}$ , said Section 34. Should commercial production be discovered, unitized operations will enable production operations to be conducted in accordance with the best overall reservoir practices. Under this Unit Agreement, the State of New Mexico will receive its fair share of the oil and gas. The Unit Agreement is in all respects to the best interests of the State, and tends to promote the conservation of oil and gas and the elimination of waste. This Commission is hereby requested to set this application down for hearing, and, after such hearing, give its formal approval to this Unit Agreement.

Respectfully submitted this 18th day of February, 1952.

AMERADA PETROLLUM CORPORATION

Montromer BY Its Agent and Attorney

STATE OF NEW MEXICO ) SS. COUNTY OF SANTA FE )

A. K. Montgomery, being first duly sworn, says that he is the Agent and Attorney for the applicant in the foregoing application; that he has read said application; knows the contents thereof; and the matters and things therein set forth are true to the best of his information and belief.

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SUBSCRIBED AND SWORN TO before me this 18th day of February, A. D. 1952.

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Puda Tield Notary Public

My Commission Expires:

Dec. 5 1955