BEFORE THE OIL CONSERVATION COMMISSION STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF STANCLIND OIL AND GAS COMFANY FOR THE APPROVAL OF A UNITIZATION AGREEMENT BETWEEN STANCLIND AND HUMBLE OIL AND REFINING COMPANY COVERING THE NE/4 SE/4 AND THE SE/4 SE/4 OF SECTION 16, T-24-S, R-37-E, LEA COUNTY, NEW MEXICO.

CASE NO. 427

APPLICATION

An application is hereby made by Stanolind Oil and Gas Company, a corporation, for approval by the Oil Conservation Commission, of a Unitization Agreement covering the NE/4 SE/4 and the SE/4 SE/4 of Section 16, T-24-S, R-37-E, Lea County, New Mexico, said agreement having been entered into by Stanolind Oil and Gas Company and Humble Oil and Refining Company.

The lands covered by this Unitization Agreement are as follows:

- 1. SE/4 SE/4 of Section 16, T-24-S, R-37-E, Lea County, New Mexico, containing 40 acres more or less. Lessor State of New Mexico, acting through its Commissioner of Public Lands; Lessee Stanolind Oil and Gas Company.
- 2. NE/4 SE/4 of Section 16, T-24-S, R-37-E, Lea County, New Mexico, containing 40 acres more or less. Lessor State of New Mexico, acting through its Commissioner of Public Lands; Lessee Humble Oil and Refining Company.

In order to more properly conserve the oil and gas resources in and under the above described land, the parties to this agreement desire to unitize the above described oil and gas leases in order to form one tract or unit described as follows:

E/2 SE/4 of Section 16, T-24-S, R-37-E, Lea County, New Mexico, containing 80 acres, more or less, as to all depths below the base of the Permian System.

Contingent upon approval of this Unitization Agreement by the Oil Conservation Commission and the Commissioner of Public Lands of the State of New Mexico, the lands subject to this agreement shall be developed and operated as an entirety for oil and gas producible from formations below the base of the Permian System. Under this agreement the State of New Mexico will receive its fair share of the oil and gas. This agreement is in all respects to the best interests of the State of New Mexico and tends to eliminate waste and promote conservation of oil and gas.

The Commission is respectfully requested to set this matter and application down for hearing and following said hearing to give its approval to the unit agreement.

Respectfully submitted this

day of September, 1952.

STANOLIND OIL AND GAS COMPANY

Its Agent and Attorney