

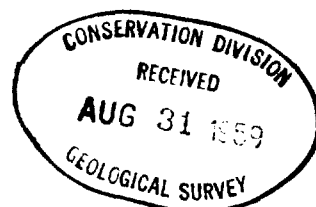
MAIN OFFICE OCC

U. S. GEOLOGICAL SURVEY  
AUG 14 1959

U. S. GEOLOGICAL SURVEY  
ROSWELL, NEW MEXICO

TERMINATION OF UNIT AGREEMENT  
FOR THE DEVELOPMENT AND OPERATION  
OF THE ~~North~~ CHACO UNIT AREA  
SAN JUAN COUNTY, NEW MEXICO

NO. 14-08-001-2026



WHEREAS, on June 11, 1954, an agreement was entered into for the development and operation of the ~~North~~ Chaco Unit Area, San Juan County, New Mexico, by and between the undersigned parties and others and in which said agreement the Davis Oil Company is now designated as unit operator; and

WHEREAS, said unit agreement was duly approved by the New Mexico Oil Conservation Commission on January 16, 1953, by the Commissioner of Public Lands of the State of New Mexico on January 14, 1953, by the Acting Commissioner of Indian Affairs on January 4, 1955, and by the Acting Director of the United States Geological Survey on January 4, 1955; and

WHEREAS, the unit operator has caused seven test wells to be drilled upon the unit area, none of which have been completed as wells capable of producing unitized substances in paying quantities; and

WHEREAS, Section 20 of said unit agreement provides in part as follows:

"This Agreement may be terminated at any time by not less than seventy-five (75) per centum, on an acreage basis, of the owners of working interests signatory hereto, with the approval of the Director and State Commissioner; notice of any such approval to be given by the Unit Operator to all parties hereto."

and

WHEREAS, the undersigned parties are the owners of more than seventy-five per cent on an acreage basis of the working interests committed to said unit agreement and are desirous of terminating the same in accordance with the provision above set forth.

NOW, THEREFORE, the undersigned parties, being the owners of more than seventy-five per cent on an acreage basis of the working interests committed to the unit agreement for the operation and development of the ~~North~~ Chaco Unit Area, do hereby terminate said unit agree-

ment subject to the approval of the Commissioner of Public Lands of the State of New Mexico and the Director of the United States Geological Survey and respectfully request the approval of such termination by the said Commissioner and Director. The effective date of termination shall be upon such approval and thereafter the unit operator shall give notice thereof to all parties signatory to said unit agreement.

COUNTERPARTS. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, and shall be binding upon all those parties who have executed such a counterpart with the same force and effect as if all such parties had signed the same document and regardless of whether or not it is executed by all other parties owning or claiming an interest in the lands within the North Chaco Unit Area.

IN WITNESS WHEREOF, this instrument is executed by the undersigned parties as of the dates set opposite their respective signatures.

DAVIS OIL COMPANY

ATTEST:

By: Paul Messinger  
President City In Fast

\_\_\_\_\_  
Secretary

Address: 1020 Midland Savings Bldg.

Date: March 6, 1959

Denver, Colorado

UNIT OPERATOR & WORKING INTEREST OWNER

GREAT WESTERN DRILLING COMPANY

ATTEST:

By: M. B. Wilson  
Vice President

\_\_\_\_\_  
Assistant Secretary

Address: P.O. Box 1659

Date: 8-4-59

Midland, Texas

THREE STATES NATURAL GAS COMPANY

ATTEST:

By: E. A. Jensen  
Vice-President

\_\_\_\_\_  
Secretary

Address: 17th Floor Corrigan Tower

Date: March 12, 1959

Dallas, Texas

HUMBLE OIL & REFINING COMPANY

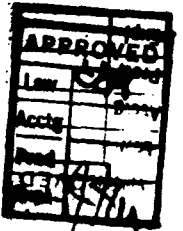
ATTEST:

Margaret W. Hatch  
Assistant Secretary

Date: 4-13-59

By: [Signature]  
DIRECTOR IN CHARGE EXPLORATION DEPARTMENT

Address: P.O. Box 2180  
Houston, Texas



SOUTHERN UNION GAS COMPANY

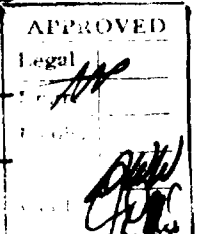
ATTEST:

[Signature]  
Secretary

Date: 3-26-59

By: [Signature]  
President

Address: Burt Building  
Dallas, Texas



SKELLY OIL COMPANY

ATTEST:

[Signature]  
Secretary

Date: 4-21-59

By: [Signature]  
Vice President

Address: Skelly Building  
Tulsa, Oklahoma

[Signature]  
HAZEL C. HINES  
Lynn E. Gornath  
Notary Public Rock Island, Iowa

[Signature]  
MARY C. GLOCKHOFF  
Betty H. Benzley - Notary Public  
Rock Island County, Illinois

[Signature]  
LEO HINES  
2310 Farman Street  
Davenport, Iowa  
Lynn E. Gornath  
Notary Public Rock Island, Iowa

[Signature]  
R. H. GLOCKHOFF  
Manufacturers Bank Building  
East Moline, Illinois  
Betty H. Benzley - Notary Public  
Rock Island County, Illinois

STATE OF COLORADO )

COUNTY OF DENVER )

SS.

The foregoing instrument was acknowledged before me this 16  
day of March, 1959, by T. G. Messenger, Jr.  
President of DAVIS OIL COMPANY, a Partnership corporation,  
on behalf of said corporation.

My Commission Expires:

My Commission expires August 12, 1962

Mollie T. Baker  
Notary Public

\* \* \* \* \*

STATE OF TEXAS )

COUNTY OF MIDLAND )

SS.

The foregoing instrument was acknowledged before me this 8  
day of August, 1959, by M. B. Wilson Vice  
R. C. Tucker, President of  
GREAT WESTERN DRILLING COMPANY, a Texas corporation, on behalf of said  
corporation.

My Commission Expires:

Sam H. Snoddy  
Notary Public, Midland County, Texas  
My Commission Expires 6-1-61

Sam H. Snoddy  
Notary Public

\* \* \* \* \*

STATE OF TEXAS )

COUNTY OF DALLAS )

SS.

The foregoing instrument was acknowledged before me this 10<sup>th</sup>  
day of March, 1959, by E. A. Kirkman,  
Vice President of THREE STATES NATURAL GAS COMPANY, a Delaware  
corporation, on behalf of said corporation.

My Commission Expires:

HAZEL GRAY  
Notary Public, Dallas County, Texas  
My Commission Expires June 1, 1959

Hazel Gray  
Notary Public

\* \* \* \* \*

STATE OF TEXAS )

COUNTY OF HARRIS )

SS.

The foregoing instrument was acknowledged before me this 13<sup>th</sup>  
day of April, 1959, by ED J. HAMNER  
DIRECTOR IN CHARGE EXPLORATION DEPARTMENT of HUMBLE OIL & REFINING COMPANY, a Texas  
corporation, on behalf of said corporation.

My Commission Expires:

My Commission Expires June 1, 1959

Lilla Smith LILLA SMITH  
Notary Public  
NOTARY PUBLIC IN AND FOR  
HARRIS COUNTY, TEXAS

STATE OF TEXAS       )  
                              )  
COUNTY OF DALLAS    )       ss.

The foregoing instrument was acknowledged before me this 26th  
day of March, 1959, by J. C. Reid,  
President of SOUTHERN UNION GAS COMPANY, a Delaware  
corporation, on behalf of said corporation.

My Commission Expires:

6-1-59

Muriel S. Middleton  
Notary Public

\* \* \* \* \*

STATE OF OKLAHOMA    )  
                              )  
COUNTY OF TULSA     )       ss.

The foregoing instrument was acknowledged before me this 21st  
day of April, 1959, by W. J. Skelly,  
President of SKELLY OIL COMPANY, a Delaware  
corporation, on behalf of said corporation.

My Commission Expires:

\_\_\_\_\_

Frank M. Brady  
Notary Public

\* \* \* \* \*

STATE OF IOWA        )  
                              )  
COUNTY OF Scott    )       ss.

The foregoing instrument was acknowledged before me this 20th  
day of July, 1959, by Leo Hines and wife, Hazel C.  
Hines.

My Commission Expires:

July 4th 1960

Louis E. Forwath  
Notary Public

\* \* \* \* \*

STATE OF ILLINOIS    )  
                              )  
COUNTY OF            )       ss.

The foregoing instrument was acknowledged before me this 31st  
day of July, 1959, by R. H. Glockhoff and wife, Mary  
C. Glockhoff.

My Commission Expires:

May 24-1962

Betty L. Bentley  
Notary Public

**CERTIFICATE OF APPROVAL  
OF TERMINATION OF  
NORTH CHACO UNIT AREA**

**BY**

**COMMISSIONER OF PUBLIC LANDS  
STATE OF NEW MEXICO**

The undersigned, Murray Morgan, Commissioner of Public Lands of the State of New Mexico does hereby approve the above and foregoing termination of the Unit Agreement for the Development and Operation of the North Chaco Unit Area, San Juan County, New Mexico, this the 10th day of August, 1959.

Murray Morgan  
Commissioner of Public Lands

**CERTIFICATE OF APPROVAL  
OF TERMINATION OF  
NORTH CHACO UNIT AREA**

**BY**

**DIRECTOR  
UNITED STATES GEOLOGICAL SURVEY**

The undersigned, Arthur O. Baker Acting Director of the United States Geological Survey does hereby approve the above and foregoing termination of the Unit Agreement for the Development and Operation of the North Chaco Unit Area, San Juan County, New Mexico, this the 1st day of Sept, 1959. Effective as of the date of approval.

Arthur O. Baker  
Acting Director,  
United States Geological Survey