RANDOLPH M. RICHARDSON

OIL AND GAS LAND AND UNIT CONSULTANT?

FEDERAL - STATE - FEE

P. O. BOX B19

ROSWELL, NEW MEXICO BB201

July 20, 1971

OFFICE 505 622-8801 HOME 505 622-7985

In Re: Juniper Canyon Unit Area Eddy County, N. M.

Chr. 4579

Mr. Pete Porter New Mexico Oil Conservation Commission State Land Office Building Santa Fe, New Mexico 87501

Dear Mr. Porter,

On behalf of Mr. Steve Helbing I am filing herewith Application for approval of the captioned unit and requesting that a hearing be held in connection with such approval.

Pursuant to telephone conversation of some 10 days ago, I would like to request that this unit be heard at your hearing scheduled for August 11, 1971.

I believe that you still have plenty of time to place this on the docket and advertise.

If there are any questions, or if all is not in order, please do not hesitate to call me collect.

Thank you.

Yours very truly

R. M. Richardson

DOCKET WANED

7.30

BEFORE THE OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
APPLICATION FOR APPROVAL OF
JUNIPER CANYON UNIT AGREEMENT
EDDY COUNTY, NEW MEXICO

New Mexico Oil Conservation Commission Santa Fe, New Mexico 87501

Care 45 79

Comes the undersigned, Stephen C. Helbing with offices at Roswell, New Mexico, and files herewith one copy of the proposed Unit Agreement for the development and operation of the Juniper Canyon Unit Area, Eddy County, New Mexico, and hereby makes application for approval of said Unit Agreement as provided by law, and in support thereof, states:

1. That the proposed unit area covered by said Agreement embraces 6,880.00 acres of land, more or less, more particularily described as follows;

T-24-S, R-25-E, NMPM Secs. 9, 10, 11; All Secs. 13, 14, 15, 16; All Sec. 21; N½, N½S½ Secs 22, 23, 24; All Eddy County, New Mexico.

- 2. That of the lands embraced within the proposed unit, 2,360.00 acres are State of New Mexico Lands, being 34.30% of the Area; 3,840.00 acres are Lands of the United States, being 55.81% of the Area; and 680.00 acres are patented or fee land, being 9.89% of the Unit Area.
- 3. That Application is being made for the designation of said area and for approval of the form of Unit Agreement by the Commissioner of Public Lands, State of New Mexico.

That Applicant is informed and believes, and upon such information and belief states, that the proposed unit area covers all or substantially all of the geological feature involved, and that in the event of a discovery of oil or gas thereon, that said Unit Agreement will permit the producing area to be developed and operated in the interest of conservation and the prevention of waste of the unitized substances.

4. That Stephen C. Helbing is designated as the Unit Operator in said
Unit Agreement, and as such is given authority under the terms thereof to carry
on all operations necessary for the development and operation of the unit area
for oil and gas subject to all applicable laws and regulations. That said Unit
Agreement provides for the drilling of an Initial Test Well to a depth sufficient
to test the lower Morrow formation, but applicant is not obligated to drill said
well in any event to a depth in excess of 11,500 feet.

5. That applicant believes that in the event oil or gas is discovered in paying quantities on lands within the Unit Area, that the field or area can be developed more economically and efficiently under the terms of said Unit Agreement, to the end that maximum recovery will be obtained of unitized substances and that said Unit Agreement is in the interest of conservation and prevention of waste as

6. That upon an order being entered by the New Mexico Oil Conservation Commission approving said Unit Agreement, and after approval thereof by the Commissioner of Public Lands of the State of New Mexico and after approval by the United States Department of Interior, an approved copy will be filed with the New Mexico Oil Conservation Commission.

contemplated by the New Mexico Oil Conservation rules and regulations.

7. Wherefore, the undersigned applicant respectfully requests that a hearing be held before an examiner on the matter of said Unit Agreement, and that upon said hearing, said Unit Agreement be approved by the New Mexico Oil Conservation Commission as being in the interest of conservation and the prevention of waste. Applicant respectfully requests that this matter be heard at the hearing scheduled for August 11, 1971.

Dated this 20th day of July, 1971.

STEPHEN . HELBING

Randolph M. Richardson, III

Attorney at Law P. O. Box 819

Roswell, New Mexico 88201