CERTIFICATE OF APPROVAL BY COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO, OF UNIT AGREEMENT FOR THE DEVELOPMENT AND OPERATION OF THE LINDRITH UNIT AREA, RIO ARRIBA COUNTY, STATE OF NEW MEXICO.

There having been presented to the undersigned, Commissioner of Fublic Lands of the State of New Mexico, for examination and agreement for the development and operation of the Lindrith Unit Area, Rio Arriba County, New Mexico, bearing date of \underline{Mec} 9th, 1948, in which the Magnolia Petroleum Company, a corporation is designated as Operator, and which has been executed by various parties owning and holding oil and gas leases embracing lands within the unit area, and upon examination of said agreement, the Commissioner finds:

(a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said field;

(b) That under the operations proposed, the State will receive its fair share of the recoverable oil or gas in place under its lands in the area affected;

(c) That the agreement is in other respects for the best interests of the State;

(d) That the agreement provides for the unit operation of the field, for the allocation of production, and the sharing of proceeds from a part of the area covered by the agreement on an acreage basis as specified in the agreement.

NOW, THEREFORE, by virtue of the authority conferred upon me by Chapter 88 of the New Mexico Session Laws of 1943, approved April 14, 1943, I, the undersigned, Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the unit agreement above referred to for the development and operation of the Lindrith Unit Area, Rio Arriba County, New Mexico, subject to all of the provisions of the aforesaid act.

Executed this the /oth day of 1948 Commissioner of Fublic Lands of the State/of New Mexico

CERTIFICATION-DETERMINATION

Fursuant to the authority vested in the Secretary of the Interior, under the act approved February 25, 1920, 41 Stat. 436, 30 U.S.C. secs. 181, et seq., as amended by the act of August 8, 1946, 60 Stat. 950, and delegated to the Director of the Geological Survey pursuant to Departmental Order No. 2365 of October 8, 1947, 43 C.F.R. sec. 4.611, 12 F.R. 6784, I do hereby:

A. Approve the attached agreement for the development and operation of the Lindrith Unit Area, State of New Mexico.

B. Certify and determine that the unit plan of development and operation contemplated in the attached agreement is necessary and advisable in the public interest for the purpose of more properly conserving the natural resources.

C. Certify and determine that the drilling, producing, rental, minimum royalty, and royalty requirements of all Federal leases committed to said agreement are hereby established, altered, changed, or revoked to conform with the terms and conditions of this agreement.

Dated APR 3 1950

Choman B. Aolon

Acting Director -United States Geological Survey