ENEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 1376 Order No. R-1131

THE APPLICATION OF THE TEXAS COMPANY FOR THE APPROVAL OF THE LITTLE LUCKY LAKE UNIT AGREEMENT EMBRACING 11,715 ACRES, MORE OR LESS, LOCATED IN TOWNSHIP 15 SOUTH, RANGE 29 EAST, TOWNSHIP 15 SOUTH, RANGE 30 EAST, AND TOWNSHIP 16 SOUTH, RANGE 30 EAST, NMPM, CHAVES AND EDDY COUNTIES, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on February 13, 1958, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this $28^{\frac{t}{4}}$ day of February, 1958, the Commission, a quorum being present, having considered the application and the evidence adduced, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) That the proposed unit plan will in principle tend to promote the conservation of oil and gas and the prevention of waste.

IT IS THEREFORE ORDERED:

(1) That this order shall be known as the

LITTLE LUCKY LAKE UNIT AGREEMENT ORDER

(2) (a) That the project herein referred to shall be known as the Little Lucky Lake Unit Agreement and shall hereinafter be referred to as the "Project."

(b) That the Plan by which the project shall be operated shall be embraced in the form of a unit agreement for the development and operation of the Little Lucky Lake Unit Area, referred to in the Petitioner's petition and filed with said petition, and such plan shall be known as the Little Lucky Lake Unit Agreement Plan. -2-Case No. 1376 Order No. R-1131

(3) That the Little Lucky Lake Unit Agreement Plan shall be, and hereby is, approved in principle as a proper conservation measure; provided, however, that notwithstanding any of the provisions contained in said unit agreement, this approval shall not be considered as waiving or relinquishing in any manner any right, duties or obligations which are now, or may hereafter, be vested in the New Mexico Oil Conservation Commission by law relative to the supervision and control of operations for exploration and development of any lands committed to said Little Lucky Lake Unit Agreement, or relative to the production of oil and gas therefrom.

(4) (a) That the unit area shall be:

NEW MEXICO PRINCIPAL MERIDIAN

TOWNSHIP 15 SOUTH, RANGE 29 EAST Section 11: SE/4 S/2 Section 12: Section 13: A11 **E/2** Section 14: Section 23: E/2 Section 24: All Section 25: N/2 & SE/4 Section 36: E/2

TOWNSHIP 15 SOUTH, RANGE 30 EAST Section 7: SW/4

SW/4 Section 16: Sections 17, 18, 19, 20, and 21: Sections 28, 29, 30, 31, and 32: A11 A11 Section 33: W/2

TOWNSHIP 16 SOUTH, RANGE 30 EAST Section 2: Lots 1 through 8 incl., and Lots 11, 12, 13, and 14 Section 3: Lots 1 through 16 incl. Lots 1 through 8 incl. Section 4:

containing 11,715 acres more or less.

The unit area may be enlarged or contracted as (b) provided in said Plan.

That the unit operator shall file with the Commission (5) an executed original or executed counterpart of the Little Lucky Lake Unit Agreement within 30 days after the effective date thereof.

That any party owning rights in the unitized sub-(6) stances who does not commit such rights to said unit agreement before the effective date thereof may thereafter become a party thereto by subscribing to such agreement or counterpart thereof, or by ratifying the same. The unit operator shall file with the Commission within 30 days an original of any such counterpart or ratification.

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(7) That this order shall become effective upon the approval of said unit agreement by the U.S. Geological Survey and the Commissioner of Public Lands for the State of New Mexico, and shall terminate ipso facto upon the termination of said unit agreement. The last unit operator shall immediately notify the Commission in writing of such termination.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

> STATE OF NEW MEXICO CIL CONSERVATION COMMISSION

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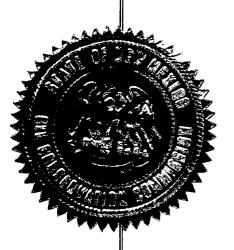
EDWIN L. MECHEM, Chairman

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MURRAY E. MORGAN, Member

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A. L. PORTER, Jr., Member & Secretary



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