# BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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

> CASE No. 2545 Order No. R-2235

APPLICATION OF THE BRITISH AMERICAN OIL PRODUCING COMPANY FOR APPROVAL OF THE JALMAT FIELD-YATES SAND UNIT AGREEMENT, LEA COUNTY, NEW MEXICO.

### ORDER OF THE COMMISSION

### BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 25, 1962, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 3rd day of May, 1962, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis A. Utz, 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 applicant, The British American Oil Producing Company, seeks approval of the Jalmat Field-Yates Sand Unit Agreement, embracing 2,680 acres, more or less, of State and fee lands in Township 22 South, Range 35 East, EMPM, Lea County, New Mexico.
- (3) 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 the Jalmat Field-Yates Sand Unit Agreement is hereby approved.

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, duty, or obligation which is 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 Jalmat Field-Yates Sand Unit

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Agreement, or relative to the production of oil and gas therefrom.

(2) That the unit area shall be:

TOWNSHIP 22 SOUTH, RANGE 35 EAST, NMPM LEA COUNTY, NEW MEXICO S/2 S/2 Section 2: SE/4 SE/4 Section 3: Section 10: N/2 NE/4 and SE/4 Section 11: **A11** Section 12: Section 13: M/2Section 14: All Section 23:

containing 2,680 acres, more or less.

- (3) That the unit operator shall file with the Commission an executed original or executed counterpart of the unit agreement within 30 days after the effective date thereof. In the event of subsequent joinder by any party, the unit operator shall file with the Commission within 30 days after such action counterparts of the unit agreement reflecting the subscription of those interests having joined or ratified.
- (4) That this order shall become effective upon the approval of said unit agreement by 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 notify the Commission in writing of such termination.
- (5) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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EDWIN L. MECHEM, Chairman

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E. S. WALKER, Member

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