

State of New Mexico Commissioner of Public Lands

RAY POWELL, M.S., D.V.M. COMMISSIONER

310 OLD SANTA FE TRAIL P.O. BOX 1148

SANTA FE, NEW MEXICO 87504-1148

(505) \$27-5'. FAX (505) 827-

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

January 3, 1994

SDX Resources, Inc. P.O. Box 5061 300 West Texas Suite 525 Midland, Texas 79701

Attn: Ms. Barbara E. Wickham

Re: Resignation/Designation of Successor Unit Operator

Jalmat Field Yates Sand Unit

Lea County, New Mexico

Dear Ms. Wickman:

This office is in receipt of a designation of successor unit operator, wherein Chevron U.S.A. Production Company has resigned as unit operator of the Jalmat Field Yates Sand Unit and designated SDX Resources, Inc. as the successor unit operator.

The Commissioner of Public Lands has this date approved the resignation of Chevron U.S.A. Production Company and the designation of SDX Resources, Inc. as the successor unit operator of this unit. This change in operators is effective September 1, 1993. In accordance with this approval, SDX Resources, Inc. is now responsible for all operations and the reporting of all production from the unit.

If you have any questions, or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY E. POWELL, M.S., D.V.M. COMMISSIONER OF PUBLIC LANDS

FLOYD O. PRANDO, Director

Oil/Gas and Minerals Division

(505) 827-5744

RBP/FOP/pm

encls.

cc: Reader File Chevron U.S.A. Production Company

LAW OFFICES OF Modrall, Seymour, Sperling, Roehl & Harris SIMMS BUILDING J. R. MODRALL 1200 487 11 11 11 15 P. O. BOX 466 AUGUSTUS T. SEYMOUR JAMES E. SPERLING ALBUQUERQUE, NEW MEXICO JOSEPH E ROEHL TELEPHONE CHAPEL 3-4511 GEORGE T. HARRIS JOHN F. SIMMS (1885-1954) DANIEL A. SISK LELAND S. SEDBEPRY April 5, 1962 BURNS H. ERREBO ALLEN C. DEWEY FRANK H. ALLEN JAMES A. BORLAND JAMES P. SAUNDERS New Mexico Oil Conservation Commission Box 871 Santa Fe, New Mexico Re: British American Oil Producing Company application for approval of Unit Agreement for Jalmat Field-Yates Sand Unit, Lea County, New Mexico Gentlemen: Enclosed herewith you will find the above captioned Application for filing with your office on behalf of British-American. Very truly yours, JES/rs Encl.

State of New Mexico il Conservation Commission

LAND COMMISSIONER

.. S. JOHNNY WALKER

MEMBER



STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

P. O. BOX 871 SANTA FE

May 3, 1962

| Mr. James Sperling Box 466 - Simms Building Albuquerque, New Mexico | Re: | Case No. 2545 Order No. R-2235 Applicant: |
|---|-----|---|
| | | British American |

Dear Sir:

Enclosed herewith are two copies of the above-referenced Commission order recently entered in the subject case.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

| ir/ | | | | | |
|--------------|------|-------------|------|-------|----------|
| Carbon copy | of (| order | also | sent | to: |
| Hobbs OCC | x | | | | |
| Artesia OCC_ | | · | | | |
| Aztec OCC | · | | | | |
| OTHER_ | Mr | . Jasc | n Ke | lahin | <u> </u> |
| | | | | | |

THE BRUNSH-AMERICAN, OIL PRODUCING COMPANY

MERCANTILE DALLAS BUILDING

DALLAS 21. TEXAS

June 7, 1962

ADDRESS ALL CORRESPONDENCE TO POST OFFICE BOX 749

VICE PRESIDENT -- W. E. SCHOENECK

OPERATIONS -- F. A. NORRIS

ENGINEERING -- G. M. STEARNS

OIL & GAS SALES & PURCHASES -- D. W. CONAWAY

JOINT INTERESTS -- E. L. TAYLOR

PRODUCTION AND ENGINEERING DEPARTMENT

CLERICAL - J. C. PULLIAM

The Oil Conservation Commission of the State of New Mexico State Land Office Building Santa Fe, New Mexico

> Case No. 2545; Order No. R-2235 Jalmat Field Yates Sand Unit Lea County, New Mexico

Gentlemen:

Transmitted herewith is one photocopy of a ratification instrument to the subject Unit Agreement executed by Robert E. Boling and his wife Mary L. Boling for inclusion with your conformed copy of the Unit Agreement.

Mr. Boling's ratification of the Unit Agreement completes ratification thereof by 100% of the Royalty Interest Owners; 100% of the Working Interest Owners ratified prior to the June 1 effective date of the Unit.

The original ratification instrument from which this photocopy was made was sent on this date to the Commissioner of Public Lands of the State of New Mexico.

Yours very truly,

Unit Expediter

GEJ:pr

CONSENT, RATIFICATION AND JOINDER TO UNIT AGRESCHET FOR THE DEVELOPMENT AND OPERATION OF THE JAIMAT FIELD YATES SAND UNIT LEA COUNTY, NEW MEXICO

KNOW ALL MEN BY THESE PRESENTS:

In consideration of the execution or ratification by the other working interest owners of the Unit Agreement dated April 1, 1962, for the development and operation of the Jalant Field Yates Sand Unit, Lea County, New Mexico, a copy of which Unit Agreement is recorded in Book 185 at Page 106 of the Records of Lea County, New Mexico, reference to which is here made for all purposes and a copy of which Unit Agreement has been furnished the undersigned owners of lands or interests in lands or royalties or other interests in production covered by said Unit Agreement hereby severally, each to the extent of its particular ownership or interest, consent to the inclusion of said land within the Unit Area defined in the above mentioned Unit Agreement; ratify, approve and adopt the terms of the said Unit Agreement as fully as though the undersigned had executed the original Agreement; agree that the terms of any lease or contract given by the undersigned or under which the undersigned claims an interest herein is extended and modified to the extent necessary to make the same conform to the terms of said Unit Agreement; agree that the drilling and development requirements of all leases and other contracts in which its several rights and interests are created or defined shall be deemed fully performed by the performance of the provisions of said Unit Agreement.

This consent, ratification and joinder may be executed in any number of counterparts and each executed counterpart hereof shall have the same force and effect as to the party executing the same as if each and every party signing a counterpart hereof had signed the Unit Agreement and by the execution hereof the undersigned does hereby acknowledge the incorporation hereof by reference of all of the terms and provisions of said Unit Agreement and does hereby agree to all of such terms and provisions.

| EXECUTED this the 5 3 | th day of JUNE 1962. |
|---|---|
| ATTEST: | Robert E. Baling |
| | Mary L. Boling |
| | Address: 509 So 15 th |
| | ARTESIA, N. M. |
| County of PDX BE. | |
| County of EDDY | • |
| on this 5 day of JUN | Notary Public, in and for said County and State, E 1962 personally appeared ROBERT E |
| BOLINGAND MAR'Y L. BOLI | ING HIS WIELTO me known to be the identical |
| person was executed the within and the same | foregoing instrument, and acknowledged to me that as his than, (their) free and voluntary act and |
| deed for the uses and purposes the | |
| Cives under my hand and seal | of office the day and year last above written. |
| My commission expires: | $\alpha \cdot \alpha \cdot$ |
| 10-15-63 | Chris Clapin |
| , | nowity i work |
| STATE OF | |
| County of | |
| Before me, the undersigned au | thority, on this day personally appeared President of |
| | a corporation, and that he having |
| as his free and voluntary act and | of Directors of said corporation, executed the same deed, and as the free and voluntary act and deed of and consideration therein expressed, and in the |
| Adams and an one board and area | |
| the day of | of office at, this, this, |
| My commission expires: | |
| | |

Notary Public

1545

May 29, 1962

The British-American Oil Producing Co. P. O. Box 749
Dallas 21, Texas

Re: Jalmat Field Yates Sand Unit, Lea County, New Mexico

Attention: Mr. G. B. Judd

Gentlemen:

The Commissioner of Public Lands has approved as of May 31, 1962, the Jalmat Field Yates Sand Unit, Lea County, New Mexico and the effective date of this Unit will be June 1, 1962.

We are enclosing an original and two copies of our Certificates of Approval signed by Mr. Walker as of May 31, 1962. Our Official Receipt No. 83410 in the amount of \$40.00 which covered the filing fee, was previously mailed to you.

Very truly yours,

E. S. JOHNNY WALKER COMMISSIONER OF PUBLIC LANDS

BY: (Mrs.) Marian M. Rhea, Supervisor Unit Division

ESW/mmr/v encl:

THE BRUNSH: AMERICAN OIL PRODUCING COMPANY

MERCANTILE DALLAS BUILDING

DALLAS 21. TEXAS

June 14, 1962

ADDRESS ALL CORRESPONDENCE TO POST OFFICE BOX 749

10 11

The Oil Conservation Commission of the State of New Mexico State Land Office Building Santa Fe, New Mexico

Case No. 2545; Order No. R-2235 Jalmat Field Yates Sand Unit Lea County, New Mexico

Gentlemen:

PRODUCTION AND ENGINEERING DEPARTMENT

OIL & GAS SALES & PURCHASES - D. W. CONAWAY

VICE PRESIDENT ~ W. E. SCHOENECK

OPERATIONS ~ F. A. NORRIS

ENGINEERING - G. M. STEARNS

JOINT INTERESTS -- E. L. TAYLOR CLERICAL -- J. C. PULLIAM

Transmitted herewith in accordance with the requirements of Paragraph 17.1 of the Unit Agreement is one executed carbon copy of a "Certificate of Unitization" for the captioned Unit. The original of this instrument is being filed in the records of Lea County, New Mexico and a carbon copy has been submitted to the Commissioner of Public Lands.

Yours very truly,

Unit Expediter

GBJ:pr

CERTIFICATE OF UNITIZATION JALMAT FIELD YATES SAND UNIT LEA COUNTY, NEW MEXICO

WHEREAS, a Unit Agreement, dated April 1, 1962, covering the Jalmat Field, Yates Sand Unit, has been executed by a sufficient number of Working Interest Owners and Reyalty Owners, according to said Agreement, to qualify the inclusion of all Tracts, described in Exhibit "A" attached to said Unit Agreement, in said Unit; and

whereas, a counterpart of said Unit Agreement has been filed of record and is recorded at Page 106, Book 185 of the records of Lea County, New Mexico, reference to said Agreement is hereby made for all purposes in connection herewith; and

WHEREAS, 100% of said Tracts of the Unit Area have qualified and the approval of the Oil Conservation Commission of the State of New Mexico has been obtained by their Order No. R-2235 in Case No. 2545, dated May 3, 1962; and whereas the Commissioner of Public Lands of the State of New Mexico approved the said Unit Agreement by executing a "Certificate of Approval", dated May 31, 1962; and

WHEREAS, all of the prerequisites of the Unit becoming effective have been met.

NOW, THEREFORE, The British-American Oil Producing Company, Unit Operator, does hereby declare and certify to all of the foregoing, and that said Unit shall be and it is hereby effective as to all Tracts described in Exhibit "A" of said Unit Agreement as of 7:00 A.M. of the first day of June, 1962.

IN WITNESS WHEREOF, this certificate is executed this 4th day of June, 1962, by the undersigned, as Unit Operator, pursuant to said Unit Agreement.

THE BRITISH-AMERICAN OIL PRODUCING COMPANY

By: Medecale Vice-Presiden

Mayo E. McKeown Secretary

eur 175 STATE OF TEXAS

County of Dallas

Before me, the indersigned authority, on this day personally appeared w.E. Schoeneck Vice-President of The Ericish-American Oil Producing Company, known to me to be the person and officer whose name is subscribed to the foregoing instrument, and acknowledged to me that the same was the free act and deed of the said The British-American Oil Producing Company, a corporation, and that he having been duly authorized by the Board of Directors of said corporation, executed the same as his free and voluntary act and deed, and as the free and voluntary act and deed of such corporation, for the purposes and consideration therein expressed, and in the capacity therein stated.

Given under my hand and seal of office at Dallas, Texas, this the 13th day of June, A.D., 1962.

Notary Public in and for Dallas County, Texas

Ny commission expires: June 1, 1963.

THE BRITISH: AMERICAN; OIL PRODUCING: COMPANY

MERCANTILE DALLAS BUILDING

PRODUCTION AND ENGINEERING DEPARTMENT

DALLAS 21, TEXAS

VICE PRESIDENT - W. E. SCHOENECK

OPERATIONS - F. A. NORRIS

ENGINEERING - G. M. STEARNS

OIL & GAS SALES & PURCHASES - D. W. CONAWAY

JOINT INTERESTS - E. L. TAYLOR

CLERICAL - J. C. PULLIAM

DALLAS 21, IEAA

ADDRESS ALL CORRESPONDENCE TO POST OFFICE BOX 749

June 11, 1962

The Oil Conservation Commission of the State of New Mexico State Land Office Building Santa Fe, New Mexico

> Case No. 2545; Order No. R-2235 Jalmat Field Yates Sand Unit Lea County, New Mexico

Gentlemen:

Transmitted herewith for inclusion with your copies of the Unit Agreement are two copies of corrected page 3 of Exhibit A. This corrected page is necessary to change the State Lease No. for Tract ll (Gulf's Janda-NCT-K lease) from "E-229" to "B-229". This correction was called to our attention by the Commissioner of Public Lands.

Yours very truly

G. B. Judd Unit Expediter

GBJ:pr

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TO
UNIT AGREEMENT
JAIMAT FIELD YATES SAND UNIT
LEA COUNTY, NEW MEXICO
TRACT DESCRIPTION, TRACT OWNERSHIP
AND TRACT PARTICIPATION PERCENTAGE
4-1-62

| r Percentage Secondary | 26.74397 | 3.74621 | 16.76495 | 6.09771 | 100.0000 |
|--|--|---|--|--|--|
| Tract Participation Percentage Primary Secondary | 22.77251 | 5.93640 | 22.91078 | 97677.7 | 100.00000 |
| Working Interest Ownership and Percentage | The British-American Oil Producing Company 100.000000 | The British-American Oil Producing Company 100.000000 | Gulf Oil Corporation 100.000000 | The British-American Oil Producing Company 100.000000 | |
| Royalty Interest Ownership and Percentage | State of New Mexico 12.50000 | The Merchants Livestock Company 25.000000 | State of New Mexico 12.500000 | State of New Mexico 12.500000 | 2640 Ac. 40 Ac. 2680 Ac. |
| State Lease No. and Date of Lease | E-8173 7 5-18-54 | Fee | B-229 9-10-31 | E-8244 r 6-15-54 | exico Land |
| Lessee of Record | The British-American E-8173 Oil Producing Company 5-18-54 | The British-American Oil Producing Company | Gulf Oil Corporation | The British-American Ε-8244 Oil Producing Company 6-15-54 | Total State of New Mexico Land Total Fee Land Total Land In Unit |
| No. | 320 | O 1 | /4 280 | 320 | |
| Tract Description | E/2 Sec. 14 | NE/4 NW/4 Sec. 14 | NW/4 NW/4, S/2 NW/4 280 & SW/4 Sec. 14 | N/2 Sec. 23 | |
| Tract No. (Lease | 9 (State-B) | 10 (Merchants Livestock) | 11 (Janda-NCT-K) | 12 (Hall-State D) | |

*All described tracts in T22S-R35E N.M.P.M.

| EXHIBIT A | Ę |
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JOUNT AGREEMENT
JAIMAT FIELD YATES SAND UNIT
IEA COUNTY, NEW MEXICO
TRACT DESCRIPTION, TRACT OWNERSHIP
AND TRACT PARTICIPATION PERCENTAGE

| | Tract Participation Percentage Primary Secondary | 26.74397 | 3.74621 | 16.76495 | 6.09771 | 100.0000 |
|---|--|--|---|---|--|--|
| | Tract Participation Primary | 22.77251 | 5.93640 | 22.91078 | 94644.4 | 100.0000 |
| | Working Interest Ownership and Percentage | The British-American Oil Producing Company 100,000000 | The British-American Oil Producing Company 100.000000 | Gulf Oil Corporation 100,000000 | The British-American Oil Producing Company 100.000000 | |
| | Royalty Interest Ownership and Percentage | State of New Mexico 12.500000 | The Merchants Livestock Company 25.000000 | State of New Mexico 12.500000 | State of New Mexico 12.500000 | 2640 Ac. 40 Ac. 2680 Ac. |
| • | State Lease No. and Date of Lease | 1 E-8173 1y 5-18-54 | r Fee ly | 1 B-229 9-10-31 | 1 E-8244 1y 6-15-54 | lexico Land |
| | Lessee of Record | The British-American E-8173 Oil Producing Company 5-18-54 | The British-American Oil Producing Company | Gulf Oil Corporation | The British-American Ε-8244 Oil Producing Company 6-15-54 | Total State of New Mexico Land Total Fee Land Total Land In Unit |
| | No. Acres | 350 | 04 | /4 280 | 350 | |
| | Tract Description | E/2 Sec. 14 | NE/4 NW/4 Sec. 14 | NW/4 NW/4, S/2 NW/4 280 & SW/4 Sec. 14 | N/2 Sec. 23 | |
| | Tract No. (Lease | 9 (State-B) | 10 (Merchants Livestock) | ll (Janda-NCT-K) | 12 (Hall-State D) | |

*All described tracts in T225-R35E N.M.P.M.