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. 2767 Order No. R-2447

APPLICATION OF TOM BROWN DRILLING COMPANY, INC., FOR APPROVAL OF THE ANTELOPE SINK UNIT AGREEMENT, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on March 7, 1963, at Santa Fe, New Mexico, before Daniel S. Nutter, 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.

MOW, on this 11th day of March, 1963, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel S. Nutter, 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, Tom Brown Drilling Company, Inc., seeks approval of the Antelope Sink Unit Agreement covering 3881 acres, more or less of State and fee lands in Township 19 South, Ranges 23 and 24 East, SMPM, Eddy County, New Mexico.
- (3) That approval of the proposed Antelope Sink Unit Agreement will in principle tend to promote the conservation of oil and gas and the prevention of waste.

IT IS THEREFORE ORDERED:

(1) That the Antelope Sink Unit Agreement is hereby approved.

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- (2) That the plan under which the unit area shall be operated shall be embraced in the form of a unit agreement for the development and operation of the Antelope Sink Unit Area, and such plan shall be known as the Antelope Sink Unit Agreement Plan.
- (3) That the Antelope Sink Unit Agreement Plan is hereby 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, duty, or obligation which is now, or may hereafter be, vested in the Oil Conservation Commission of New Mexico by law relative to the supervision and control of operations for the exploration and development of any lands committed to the Antelope Sink Unit, or relative to the production of oil or gas therefrom.
 - (4) (a) That the unit area shall be:

NEW MEXICO PRINCIPAL MERIDIAN

EDDY COUNTY, NEW MEXICO TOWNSHIP 19 SOUTH, RANGE 23 EAST Section 13: All

TOWNSHIP 19 SOUTH, RANGE 24 EAST

Section 7: All

Section 7: A11 Section 8: W/2, SE/4, SW/4 ME/4

Section 17: All

Section 18: All

Section 19: All

Section 20: N/2 N/2

containing 3881.20 acres, more or less.

- (b) That the unit area may be enlarged or contracted as provided in said plan; provided, however, that administrative approval for expansion or contraction of the unit area must also be obtained from the Secretary-Director of the Conmission.
- (5) That the unit operator shall file with the Conmission an executed original or executed counterpart of the Antelope Sink Unit Agreement within 30 days after the effective date thereof. In the event of subsequent joinder by any party or expansion or contraction of the unit area, the unit operator shall file with the Commission within 30 days thereafter counterparts of the unit agreement reflecting the subscription of those interests having joined or ratified.

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- (6) 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 immediately in writing of such termination.
- (7) 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

JACK M. CAMPBELD, Chairman

E. S. WALKER, Member

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