## BEFORE THE NEW MEXICO OIL CONSERVATION COMMISSION

SANTA FE, NEW MEXICO

Case 3615

In the matter of the application of Humble Oil & Refining Company for approval of the Paddock (San Angelo) Unit Agreement embracing 3,758.30 acres in the Paddock Pool situated in Townships 21 and 22 South, Range 37 East, N.M.P.M. Lea County, New Mexico.

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Oil Conservation Commission Box 2088 Santa Fe, New Mexico

Comes Humble Oil & Refining Company and hereby makes application for approval of the Paddock (San Angelo) Unit Agreement embracing 3,758.30 acres situated in Townships 21 and 22 South, Range 37 East, N.M.P.M. Lea County, New Mexico and in support thereof respectfully shows:

1. That there is filed herewith in triplicate proposed Paddock (San Angelo) Unit Agreement.

2. The proposed unit area consists of the following described lands situated in Lea County, New Mexico, to-wit:

Township 21 South, Range 37 East:Section 34 - SE&SESection 35 - SSection 35 - SSection 1 - WNSection 2 - AllSection 3 - NWSection 3 - NWSection 4 - SESection 10 - AllSection 11 - AllSection 12 - NWSection 12 - NWSection 14 - NSection 15 - N<t

Done 6-27-67

The unit area consists of 200 acres of Federal lands, or 5.32156% of the unit area; 639.04 acres of State lands, or 17.00343% of the unit area; and 2,919.26 acres of fee lands, or 77.67501% of the unit area.

3. That there is attached hereto, made a part hereof and for purposes of identification marked Exhibit "A" a plat showing the proposed unit area, together with all of the wells producing from the Paddock zone which is more specifically defined in the unit agreement. All of the lands contained in the unit are productive of oil and gas from the Paddock zone and the primary objective of the unit agreement is to inaugurate and maintain a secondary recovery project in order to effect additional recovery of unitized substances, prevent waste and conserve natural resources consistent with good engineering practices.

4. That applicant is designated as unit operator in said unit agreement and the unit agreement provides for unitwide tract participation in all unitized substances produced, saved and marketed from the unit area on a formula which is believed to be equitable and which will protect the correlative rights of all parties having interests within the unit area which are committed to said unit agreement.

5. That the wells producing from the Paddock zone have reached an advanced stage of depletion and are regarded as what is commonly known as stripper wells.

6. That the proposed unit area has been designated as an area suitable and proper for unitization by the United States Geological Survey and the proposed unit area has also been approved by the Commissioner of Public Lands of the State of New Mexico. That the form of unit agreement is substantially the same as has heretofore been approved in unit agreements entered into for secondary recovery purposes where Federal, State and fee lands are involved.

Respectfully submitted,

HUMBLE OIL & REFINING COMPANY

HINKLE, BONDURANT & CHRISTY

Attørneys for Applicant Box 10 Roswell, New Mexico

