



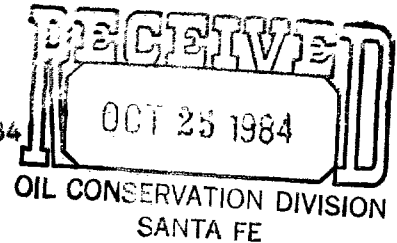
IN REPLY REFER TO

# United States Department of the Interior

BUREAU OF LAND MANAGEMENT  
Box 1397, Roswell, New Mexico 88201

14-08-0001-12399

October 23, 1984



#4911

Anadarko Production Co.  
Attention: Mr. William D. Sullivan  
900 Briercroft Savings Bldg.  
P.O. Box 2497  
Midland, TX 79702

RE: Expansion of Ballard  
Grayburg-San Andres Unit  
Waterflood, Eddy County, New Mexico

Gentlemen:

We are in receipt of your letter dated September 21 1984 in which you ask for authority to expand the Waterflood Project in the Ballard Grayburg-San Andres Unit, Eddy County, New Mexico, as part of your 1984 Plan of Development.

We will need additional economic and production data together with a revised unit map showing all secondary injectors, producers, and proposed injection and converted wells to make an evaluation of the proposed waterflood expansion.

The additional data needed is cost to drill and complete or convert, revised economic waterflood life estimate in view of expansion, operating expenses per month, oil production to date, calculation of original and remaining oil in place and recoverable reserves due to expansion, estimates of anticipated production increase, sweep efficiency, and decline rates based on past history together with current production rates. We will also need an updated to present cumulative production vs. time graph for the Ballard Grayburg-San Andres Unit Waterflood and any other information you feel will help us in our evaluation.

Please be advised that all information submitted to us is considered to be of a proprietary nature and is kept in the strictest of confidence.

In subsequent plans of development, please provide statistical data and/or decline curves on production.

Sincerely yours,

*A. T. Kreager*

District Manager

ACTING

cc: Commissioner of Public Lands, Santa Fe  
NMOCD, Santa Fe



IN REPLY  
REFER TO:

## United States Department of the Interior

MINERALS MANAGEMENT SERVICE  
SOUTH CENTRAL REGION  
505 MARQUETTE AVENUE, N.W., SUITE 815  
ALBUQUERQUE, NEW MEXICO 87102

OCT 06 1982

4911

Anadarko Production Company  
Attention: Michael Bridges  
P. O. Box 2497  
Midland, Texas 79702

Gentlemen:

An approved copy of your amended 1982 plan of development for the Ballard Grayburg San Andres unit area, Eddy County, New Mexico, is enclosed. Such plan, proposing to amend the locations of five wells, was approved on this date subject to like approval by the appropriate officials of the State of New Mexico.

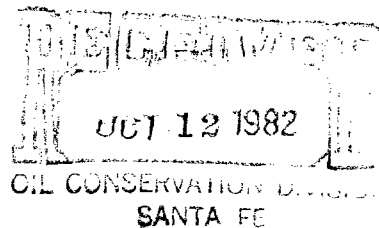
Sincerely yours,

(ORIG. SCD.) JAMES W. SHELTON

FOR Gene F. Daniel  
Deputy Minerals Manager  
Oil and Gas

Enclosure

cc:  
NMOCD





IN REPLY  
REFER TO:

# United States Department of the Interior

MINERALS MANAGEMENT SERVICE  
SOUTH CENTRAL REGION  
505 MARQUETTE AVENUE, N.W., SUITE 815  
ALBUQUERQUE, NEW MEXICO 87102

AUG 9 1982

Anadarko Production Company  
Attention: Michael Bridges  
P. O. Box 2497  
Midland, Texas 79702

4911

Gentlemen:

An approved copy of your 1982 plan of development for the Ballard Grayburg San Andres unit area, Eddy County, New Mexico, is enclosed. Such plan, proposing to drill eight water injection wells, two infill producers and convert two wells to injection, was approved on this date subject to like approval by the appropriate officials of the State of New Mexico.

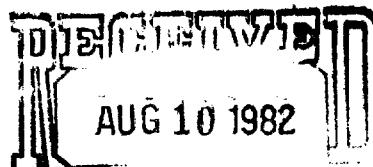
Sincerely yours,

(ORIG. SIGNED JAMES W. SHELTON)

FOR Gene F. Daniel  
Deputy Minerals Manager  
Oil and Gas

Enclosure

CC:  
NMOCD



OIL CON

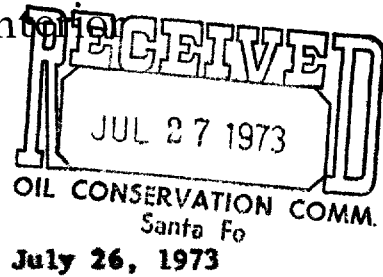
SIGNED



United States Department of the Interior

GEOLOGICAL SURVEY

Drawer 1857  
Roswell, New Mexico 88201



4911

Anadarko Production Company  
Attention: Mr. John Fallwell, Jr.  
Two Greenway Plaza East, Suite 410  
Houston, Texas 77046

Gentlemen:

Your letter of July 11 transmits a "Certificate of Effectiveness" for the Ballard Grayburg San Andres unit agreement, Eddy County, New Mexico, establishing the effective date of the unit agreement as July 1, 1973, pursuant to section 23(c) of the agreement. Copies of such certificate are being distributed to the appropriate Federal offices.

Sincerely yours,

(ORIG. SGD.) CARL C. TRAYWICK

CARL C. TRAYWICK  
Acting Area Oil and Gas Supervisor

cc:  
Artesia (w/cy certificate)  
BLM, Santa Fe (w/cy certificate)  
✓ NMOCC, Santa Fe (ltr only)  
Accounts

REShook:ds



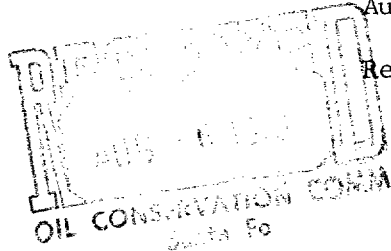
**ANADARKO PRODUCTION COMPANY**

3109 WINTHROP AVENUE P. O. BOX 9317 FORT WORTH, TEXAS 76107

CABLE ADDRESS: ANDARK

4911

August 2, 1973



Re: Ballard Grayburg San Andres Unit  
Eddy County, New Mexico  
Your Case No. 4911  
Order No. R-4490  
USGS Contract No. 14-08-0001-12399


State of New Mexico  
Oil Conservation Commission  
P. O. Box 1148  
Santa Fe, New Mexico 85701

Gentlemen:

Forwarded herewith for your information and file is a copy of the recorded Certificate of Unitization and Exhibits "A" and "B" thereto.

Said Certificate was filed on July 9, 1973 and is recorded in Book 103 at page 988 of the Miscellaneous Records of Eddy County, New Mexico.

Very truly yours,

  
Ben E. Sutton  
Land Department

BES/pvk  
Enclosure  
cc: John Fallwell

CERTIFICATE OF UNITIZATION

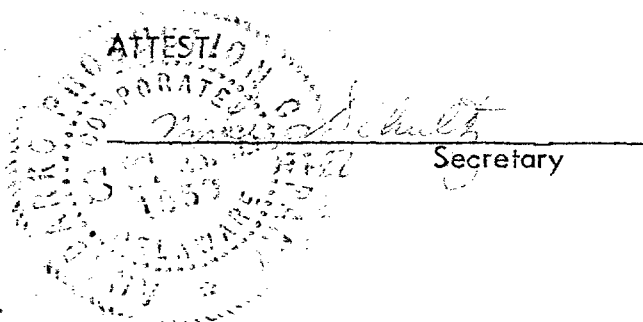
STATE OF NEW MEXICO }  
COUNTY OF EDDY }

KNOW ALL MEN BY THESE PRESENTS:

That ANADARKO PRODUCTION COMPANY, a Delaware Corporation with offices in Fort Worth, Tarrant County, Texas, does hereby CERTIFY as follows:

1. Anadarko Production Company is the Unit Operator of the Ballard Grayburg San Andres Unit covering lands in Township 18 South, Range 29 East, NMPM, Eddy County, New Mexico. This Certificate is made pursuant to Section 23 (d) of the Unit Agreement covering said Unit.
2. The above described Unit Agreement, and the attending Unit Operating Agreement, were effective as of 7:00 A.M. July 1, 1973.
3. (a) Prior to July 1, 1973, the above mentioned Unit Agreement had been executed or ratified by more than 75% of the Basic Royalty interest owners in each tract in the Unit Area of said Unit, and the Unit Agreement and Unit Operating Agreement had been executed or ratified by a combined unit participation interest of 100% of the Working Interest Owners.  
  
(b) The Unit Agreement was approved by the Area Oil and Gas Supervisor of the United States Geological Survey of the Department of Interior, United States of America, on June 20, 1973. The Unit Agreement was approved by the Oil Conservation Commission of The State of New Mexico in Case No. 4911, Order No. R-4490 on February 28, 1973. A copy of the approval of each of said agencies is attached as Exhibits "A" and "B" and made a part hereof.  
  
(c) A counterpart of the Unit Agreement was filed for record in the office of the County Clerk of Eddy County, New Mexico, on June 28th, 1973, and was recorded in Book 103, Page 23 of the Miscellaneous Records of said County.
4. Said Unit Agreement now bears the United States Geological Survey Number 14-08-0001-12399.

EXECUTED this 22 day of July, 1973.



Acc.	
Land	
Legal	

ANADARKO PRODUCTION COMPANY

By

[Signature]  
Vice President

STATE OF TEXAS

COUNTY OF TARRANT

The foregoing instrument was acknowledged before me this 30 day of July, 1973, by William S. D. Mc. Jr., Vice President of Anadarko Production Company, a Delaware Corporation, on behalf of said Corporation.

Betty T. Holliday  
Notary Public in and for Tarrant  
County, Texas

My Commission Expires: \_\_\_\_\_

BETTYE T. HOLLIDAY  
Notary Public in and for Tarrant County, Texas  
My Commission Expires June 1, 1975

EXHIBIT "A"

CERTIFICATION--DETERMINATION

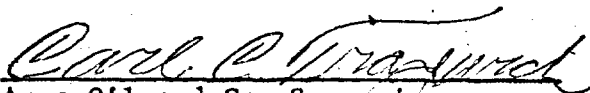
Pursuant to the authority vested in the Secretary of Interior, under the act approved February 25, 1920, 41 Stat. 437, as amended, 30 U. S. C. secs. 181, et seq., and delegated to the Area Oil and Gas Supervisors of the Geological Survey, I do hereby:

A. Approve the attached agreement for the development and operation of the Ballard Grayburg San Andres Unit Area, State of New Mexico.

B. Certify and determine that the unit plan of development and operation contemplated in the attached agreement is necessary and advisable in the public interest for the purpose of more properly conserving the natural resources.

C. Certify and determine that the drilling, producing, rental, minimum royalty, and royalty requirements of all Federal leases committed to said agreement are hereby established, altered, changed, or revoked to conform with the terms and conditions of this agreement.

Dated June 20, 1973.

  
Acting Area Oil and Gas Supervisor  
United States Geological Survey

Contract Number 14-08-0001-12399



EXHIBIT "B"

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. 4911  
Order No. R-4480

APPLICATION OF ANADARKO PRODUCTION  
COMPANY FOR APPROVAL OF THE BALLARD  
GRAYBURG-SAN ANDRES 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  
February 28, 1973, at Santa Fe, New Mexico, before Examiner  
Elvis A. Utz.

NOW, on this 16th day of March, 1973, the Commission,  
a quorum being present, having considered the testimony, the  
record, and the recommendations of the Examiner, 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, Anadarko Production Company,  
seeks approval of the Ballard Grayburg-San Andres Unit Agree-  
ment covering 2580.59 acres, more or less, of Federal and Fee  
lands described as follows:

EDDY COUNTY, NEW MEXICO  
TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM  
Section 4: W/2 W/2  
Section 5: All  
Section 6: E/2 & SE/4 SW/4  
Section 7: N/2, N/2 SE/4, & SE/4 SE/4  
Section 8: All  
Section 9: NW/4 NW/4  
Section 17: NW/4, N/2 NE/4, & SW/4 NE/4  
Section 18: NE/4 NE/4

(3) That approval of the proposed unit agreement should  
promote the prevention of waste and the protection of correlative  
rights within the unit area.

-2-

Case No. 4911  
Order No. R-4490

IT IS THEREFORE ORDERED:

(1) That the Ballard Grayburg-San Andres Unit Agreement is hereby approved.

(2) That the plan contained in said unit agreement for the development and operation of the unit area 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 Commission to supervise and control operations for the exploration and development of any lands committed to the unit and production of oil or gas therefrom.

(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; that 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.

(4) That this order shall become effective upon the approval of said unit agreement by the Director of the United States Geological Survey; that this order shall terminate ipso facto upon the termination of said unit agreement; and that the last unit operator shall notify the Commission immediately 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

BRUCE KING, Chairman

ALEX J. ARMIJO, Member

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

S E A L

dr/

STATE OF NEW MEXICO, County of Eddy, ss. I hereby certify that this instrument was filed for record on the 9 day of July 1973 at 2:00 o'clock P.M. and duly recorded in Book 103 Page 288 of the Records of Miscellaneous

GERALDINE MAHAFFEY, County Clerk  
By Mary R. L. L. L. Deputy



# United States Department of the Interior

## GEOLOGICAL SURVEY

Drawer 1857  
Roswell, New Mexico 88201

June 20, 1973

Anadarko Production Company  
Attention: Mr. John Fallwell, Jr.  
2 Greenway Plaza East  
Suite 410  
Houston, Texas 77046

Gentlemen:

Your initial plan of operation covering secondary recovery operations for the Ballard Grayburg San Andres unit, Eddy County, New Mexico, has been approved on this date.

One approved copy of the plan is enclosed.

Sincerely yours,

(ORIG. SGD.) CARL C. TRAYWICK

CARL C. TRAYWICK  
Acting Area Oil and Gas Supervisor

cc:  
NMOCC, Santa Fe (ltr. only) ✓  
Artesia (w/cy plan)

REShook:lh



# United States Department of the Interior

## GEOLOGICAL SURVEY

Drawer 1857  
Roswell, New Mexico 88201

June 20, 1973

Anadarko Production Company  
Attention: Mr. John Fallwell, Jr.  
2 Greenway Plaza East  
Suite 410  
Houston, Texas 77046

Gentlemen:

The Ballard Grayburg San Andres unit agreement, Eddy County, New Mexico, was approved on June 20, 1973. The agreement has been designated No. 14-08-0001-12399 and is effective as of July 1, 1973.

Enclosed is one copy of the approved agreement. We request that you furnish the New Mexico Oil Conservation Commission and other interested principals with appropriate evidence of this approval. Please furnish this office with a copy of the certificate of effectiveness required by section 23(c) of the agreement.

Sincerely yours,

(ORIG. SGD.) CARL C. TRAYWICK

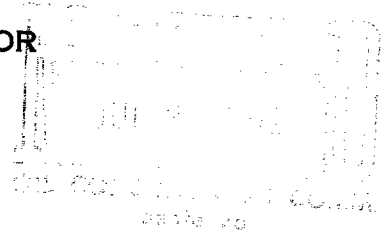
CARL C. TRAYWICK  
Acting Area Oil and Gas Supervisor

cc:  
Denver (w/cy of approved agr.)  
BLM, Santa Fe (w/cy of approved agr.)  
Artesia (w/cy of approved agr.)  
Area Geologist, Roswell (ltr. only)  
NMOC, Santa Fe (ltr. only)

REShook: lh



UNITED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY  
WASHINGTON 25, D. C.



JUL 24 1972

Anadarko Production Company  
2 Greenway Plaza East  
Suite 410  
Houston, Texas 77046

Attention: Mr. C. W. Stumhoffer

Gentlemen:

Your application of June 6 filed with the Area Oil and Gas Supervisor, Roswell, New Mexico, requests the designation of the Ballard Grayburg San Andres unit area embracing 2,500.99 acres, more or less, of Federal and fee lands in Eddy County, New Mexico, as logically subject to operation under the unitization provisions of the Mineral Leasing Act, as amended.

Unitization is for the purpose of conducting secondary recovery operations by waterflooding and will be limited to the stratigraphic interval in the Grayburg and San Andres formations as defined by section 2(f) of the unit agreement. You estimate that secondary recovery operations will result in the additional recovery of 2,693,000 barrels of oil.

The proposed unit area has been developed by 64 wells that have been completed in the formations to be unitized. Participation in unitized substances for each qualified tract will be in one phase as defined by section 13 of the proposed unit agreement.

The land outlined on your plat marked "Exhibit A to Unit Agreement, Ballard Grayburg San Andres Unit, Loco Hills Grayburg San Andres Field, Eddy County, New Mexico," is acceptable as a logical unit area for secondary recovery operations. We hereby concur in the Supervisor's recommendation that the proposed basis for allocating unitized production be accepted. Your proposed form of unit agreement, which modifies the standard form to the extent necessary to cover conditions incidental to secondary recovery operations in a producing unit, will be acceptable if further modified in accordance with the marked form returned herewith. The remaining copies of the proposed form of unit agreement are being retained for distribution to the appropriate offices of the Geological Survey.

4911

In the absence of any type of land requiring special provisions or any objections not now apparent, a duly executed agreement conformed to the marked copy will be approved if submitted in approvable status within a reasonable period of time. However, the right is reserved to deny approval of any executed agreement that, in our opinion, does not have the full commitment of sufficient lands to afford effective control of secondary recovery operations.

Please include the latest status of all acreage when the executed agreement is submitted for final approval. The format of the sample exhibits attached to the 1968 reprint of the standard form should be followed closely in the preparation of exhibits A and B.

Sincerely yours,

*C. E. McKelvey*

Director

cc:

BLM, Santa Fe (w/cy En. A)

RMOC, Santa Fe ✓

Roswell (2)

OS&D Section

REShook: lh: 7-11-72

SERIALS:

Las Cruces 028772-A  
028772-C  
028772-D  
028772-E  
050906  
058126  
058127  
058580  
058581  
058582  
058603  
060000  
061701

Las Cruces 061702  
063808  
065374-A  
New Mexico 9011  
9026  
14842  
14843  
14844

11/11  
**ANADARKO PRODUCTION COMPANY**

3109 WINTHROP AVENUE P. O. BOX 9317 FORT WORTH, TEXAS 76107

CABLE ADDRESS: ANDARK

AIR MAIL

June 25, 1973

New Mexico Oil Conservation Commission  
State Land Office Building  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Re: Ballard Grayburg San Andres Unit

Gentlemen:

Enclosed for your files and information is a copy of a letter dated June 20, 1973 from the United States Geological Survey, addressed to Anadarko Production Company, advising that the Ballard Grayburg San Andres Unit Agreement has been approved by the United States Geological Survey.

Very truly yours,



R. J. Kepke  
Attorney at Law

RJK:lr  
Encl.



# United States Department of the Interior

## GEOLOGICAL SURVEY

Drawer 1857  
Roswell, New Mexico 88201

JUN 22 1973

JENNINGS, CHRISTY & COPPLE

June 20, 1973

Anadarko Production Company  
Attention: Mr. John Fallwell, Jr.  
2 Greenway Plaza East  
Suite 410  
Houston, Texas 77046

Gentlemen:

The Ballard Grayburg San Andres unit agreement, Eddy County, New Mexico, was approved on June 20, 1973. The agreement has been designated No. 14-08-0001-12399 and is effective as of July 1, 1973.

Enclosed is one copy of the approved agreement. We request that you furnish the New Mexico Oil Conservation Commission and other interested principals with appropriate evidence of this approval. Please furnish this office with a copy of the certificate of effectiveness required by section 23(c) of the agreement.

Sincerely yours,

*Carl C. Traywick*

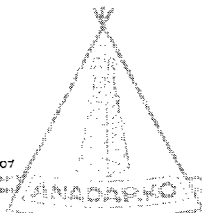
CARL C. TRAYWICK  
Acting Area Oil and Gas Supervisor

cc: Mr. James T. Jennings



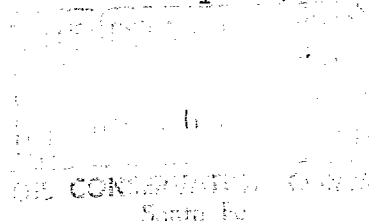
4/11

GENERAL OFFICE  
P. O. BOX 9317  
FORT WORTH, TEXAS 76107



**A N A D A R K O   P R O D U C T I O N   C O M P A N Y**  
TWO GREENWAY PLAZA EAST, SUITE 410, HOUSTON, TEXAS 77046, (713) 626-7610

July 11, 1973



State of New Mexico  
Oil Conservation Commission  
Post Office Box 1148  
Santa Fe, New Mexico 85701

Re: Ballard Grayburg San Andres  
Unit  
Eddy County, New Mexico  
Re: Contract #14-08-0001-12399

Gentlemen:

Enclosed herewith is a Certificate of Unitization for the captioned and referenced Unit. A like executed copy of this Certificate was forwarded to the County Clerk of Eddy County, New Mexico on July 6, 1973. Upon its return to us by the County Clerk, we will advise you the Book and page of its recording.

Very truly yours,

ANADARKO PRODUCTION COMPANY

  
John Fallwell, Jr.

JFJFr:bw

Enc.

cc: USGS - Roswell, New Mexico  
Mr. Don Lindsey

July 11, 1973

United States Geological Survey  
Post Office Box 1857  
Roswell, New Mexico 88201

Attention: Mr. Carl Traywick

Re: Ballard Grayburg San Andres Unit  
Eddy County, New Mexico  
Re: Contract #14-08-0001-12399

Gentlemen:

Enclosed herewith is a Certificate of Unitization for the captioned and referenced Unit. A like executed copy of this Certificate was forwarded to the County Clerk of Eddy County, New Mexico, on July 6, 1973. Upon its return to us by the County Clerk, we will advise you the Book and page of its recording.

Very truly yours,

ANADARKO PRODUCTION COMPANY

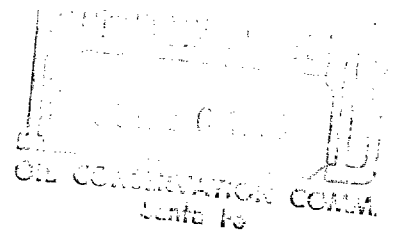
John Fallwell, Jr.

JFJr/lb

Enc.

cc. Mr. Don Lindsey  
New Mexico Oil Conservation Commission  
Santa Fe, New Mexico

CERTIFICATE OF UNITIZATION



STATE OF NEW MEXICO }  
COUNTY OF EDDY }

KNOW ALL MEN BY THESE PRESENTS:

That ANADARKO PRODUCTION COMPANY, a Delaware Corporation with offices in Fort Worth, Tarrant County, Texas, does hereby CERTIFY as follows:

1. Anadarko Production Company is the Unit Operator of the Ballard Grayburg San Andres Unit covering lands in Township 18 South, Range 29 East, NMPM, Eddy County, New Mexico. This Certificate is made pursuant to Section 23 (d) of the Unit Agreement covering said Unit.
2. The above described Unit Agreement, and the attending Unit Operating Agreement, were effective as of 7:00 A.M. July 1, 1973.
3. (a) Prior to July 1, 1973, the above mentioned Unit Agreement had been executed or ratified by more than 75% of the Basic Royalty interest owners in each tract in the Unit Area of said Unit, and the Unit Agreement and Unit Operating Agreement had been executed or ratified by a combined unit participation interest of 100% of the Working Interest Owners.  
  
(b) The Unit Agreement was approved by the Area Oil and Gas Supervisor of the United States Geological Survey of the Department of Interior, United States of America, on June 20, 1973. The Unit Agreement was approved by the Oil Conservation Commission of The State of New Mexico in Case No. 4911, Order No. R-4490 on February 28, 1973. A copy of the approval of each of said agencies is attached as Exhibits "A" and "B" and made a part hereof.  
  
(c) A counterpart of the Unit Agreement was filed for record in the office of the County Clerk of Eddy County, New Mexico, on June 28th, 1973, and was recorded in Book 103, Page 23 of the Miscellaneous Records of said County.
4. Said Unit Agreement now bears the United States Geological Survey Number 14-08-0001-12399.

EXECUTED this 3rd day of July, 1973.

ATTEST:

Wm Lee Schultz  
Asst Secretary

Acct.	
Land	
Legal	

ANADARKO PRODUCTION COMPANY

By

James S. Dille  
Vice President

STATE OF TEXAS       X  
                                  X  
COUNTY OF TARRANT   X

The foregoing instrument was acknowledged before me this 3rd day of July, 1973, by Gleason L. Dille, Jr., Vice President of Anadarko Production Company, a Delaware Corporation, on behalf of said Corporation.

My Commission Expires: \_\_\_\_\_

Betty T. Holliday  
Notary Public in and for Tarrant  
County, Texas

BETTYE T. HOLLIDAY  
Notary Public in and for Tarrant County, Texas  
My Commission Expires June 1, 1975

EXHIBIT "A"

CERTIFICATION--DETERMINATION

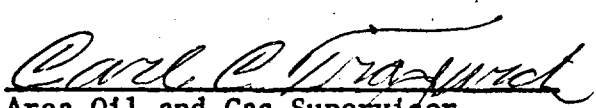
Pursuant to the authority vested in the Secretary of Interior, under the act approved February 25, 1920, 41 Stat. 437, as amended, 30 U. S. C. secs. 181, et seq., and delegated to the Area Oil and Gas Supervisors of the Geological Survey, I do hereby:

A. Approve the attached agreement for the development and operation of the Ballard Grayburg San Andres Unit Area, State of New Mexico.

B. Certify and determine that the unit plan of development and operation contemplated in the attached agreement is necessary and advisable in the public interest for the purpose of more properly conserving the natural resources.

C. Certify and determine that the drilling, producing, rental, minimum royalty, and royalty requirements of all Federal leases committed to said agreement are hereby established, altered, changed, or revoked to conform with the terms and conditions of this agreement.

Dated June 20, 1973.

  
Acting Area Oil and Gas Supervisor  
United States Geological Survey

Contract Number 14-08-0001-12399

EXHIBIT "B"

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. 4911  
Order No. R-4490

APPLICATION OF ANADARKO PRODUCTION  
COMPANY FOR APPROVAL OF THE BALLARD  
GRAYBURG-SAN ANDRES 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  
February 28, 1973, at Santa Fe, New Mexico, before Examiner  
Elvis A. Utz.

NOW, on this 16th day of March, 1973, the Commission,  
a quorum being present, having considered the testimony, the  
record, and the recommendations of the Examiner, 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, Anadarko Production Company,  
seeks approval of the Ballard Grayburg-San Andres Unit Agree-  
ment covering 2580.59 acres, more or less, of Federal and Fee  
lands described as follows:

EDDY COUNTY, NEW MEXICO  
TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM  
Section 4: W/2 W/2  
Section 5: All  
Section 6: E/2 & SE/4 SW/4  
Section 7: N/2, N/2 SE/4, & SE/4 SE/4  
Section 8: All  
Section 9: NW/4 NW/4  
Section 17: NW/4, N/2 NE/4, & SW/4 NE/4  
Section 18: NE/4 NE/4

(3) That approval of the proposed unit agreement should  
promote the prevention of waste and the protection of correlative  
rights within the unit area.

-2-

Case No. 4911  
Order No. R-4490

IT IS THEREFORE ORDERED:

(1) That the Ballard Grayburg-San Andres Unit Agreement is hereby approved.

(2) That the plan contained in said unit agreement for the development and operation of the unit area 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 Commission to supervise and control operations for the exploration and development of any lands committed to the unit and production of oil or gas therefrom.

(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; that 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.

(4) That this order shall become effective upon the approval of said unit agreement by the Director of the United States Geological Survey; that this order shall terminate ipso facto upon the termination of said unit agreement; and that the last unit operator shall notify the Commission immediately 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

BRUCE KING, Chairman

ALEX J. ARMIJO, Member

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

S E A L

dr/



# OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO  
P. O. BOX 2088 - SANTA FE  
87501

GOVERNOR  
BRUCE KING  
CHAIRMAN

LAND COMMISSIONER  
ALEX J. ARMIJO  
MEMBER

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

March 16, 1973

Mr. Jason Kellahin  
Kellahin & Fox  
Attorneys at Law  
Post Office Box 1769  
Santa Fe, New Mexico

Re: Case No. 4911

Order No. R-4490

Applicant:

Anadarko Production Company

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

ALP/ir

Copy of order also sent to:

Hobbs OCC x

Artesia OCC x

Aztec OCC       

OTHER       

Unit Division - State Land Office