Entered September 10, 1959

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. Order No. R-111-C

APPLICATION OF **DUVAL** SULPHUR AND POTASH COMPANY FOR AN AMENDMENT OF ORDER **NO. R-111-A** TO INCLUDE ADDITIONAL ACREAGE IN THE POTASH-OIL AREA, EDDY COUNTY, NEW MEXICO

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 $o^{\dagger}clock$ a.m. on August 13, 1959, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 3rd day of September, 1959, the Commission, a quorum being present, having considered the testimony presented and the exhibits received at said hearing, 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, Duval Sulphur and Potash Company, is the owner of certain potash leases in Townships 18, 22, and 23 South, Range 30 East, NMPM, Eddy County, New Mexico.
- (3) That the applicant seeks an amendment of Order No. R-lll-A as amended by Order No. R-lll-B to extend the Potash Oil Area as set forth in said orders to include the following described acreage:

Township 16 South. Range 30 East, NMPM

Section 22: Section 27:

W/2 W/2 N/2 **NW/4** -2-Case No. 278 Order No. R-111-C

Township 22 South, Range 30 East, NMPM

Section 13: SE/4 SW/4

Section 23: SE/4 and SE/4 NE/4

Section 24: W/2

Section 25: W/2

Section 26: E/2 W/2 and E/2

Section 35: E/2

TOWNSHIP 23 South, Range 30 East, NMPM

Section 2:

S/2 and NE/4

(4) That the evidence presented indicates that the above-described acreage contains potash deposits in commercial quantities with the following exceptions:

Township 18 South, Range 30 East, NMPM

Section 27:

NW/4 NW/4

Township 22 South, Range 30 East, NMPM

Section 13: Section 24: SE/4 SW/4 E/2 W/2

Section 24: Section 25: E/2 W/2

all in Eddy County, New Mexico.

(5) That to promote orderly development of the natural resources in the area, Order No. R-111-A as amended by Order No. R-111-B should be further amended to include the acreage in the Potash-Oil Area as proposed by the applicant with the above-mentioned exceptions.

IT IS THEREFORE ORDERED:

That Order No. R-lll-A as amended by Order No. R-lll-B be and the same is hereby further amended to include the following-described acreage within the confines of the Potash-Oil Area in Eddy **County**, New Mexico:

Township 18 South, Range 30 East

Section 22:

W/2 W/2

Section 27:

NE/4 NW/4

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Township 22 South, Range 30 East, NMPM

 $\mbox{SE}/4$ and $\mbox{SE}/4$ NE/4 W/2 W/2 Section 23:

Section 24: Section 25: W/2 W/2

Section 26: Section 35: E/2 W/2 and E/2 E/2

Township 23 South, Range 30 East, NMPM

Section 2:

S/2 and NE/4

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

JOHN BURROUGHS, Chairman

MURRAY E. MORGAN, Member

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

lcr/

SEAL