#### STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 6665 Order No. R-111-L

APPLICATION OF AMAX CHEMICAL CORPORATION FOR THE EXTENSION OF THE POTASH-OIL AREA, EDDY COUNTY, NEW MEXICO.

## ORDER OF THE DIVISION

#### BY THE DIVISION;

This cause came on for hearing at 9 a.m. on September 19, 1979, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this  $\underline{\mbox{12th}}$  day of October, 1979, the Division Director, 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 Division has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, Amax Chemical Corporation, seeks an extension of the Potash-Oil Area as defined in Order No. R-111-A, as amended, by the addition of the following described lands in Eddy County, New Mexico:

# TOWNSHIP 19 SOUTH, RANGE 29 EAST, NMPM

Section 22: E/2 Section 23: SW/4 NW/4 and S/2

(3) That the evidence presented indicates that the abovedescribed acreage contains potash deposits in commercial quantities.

-2-Case No. 6665 Order No. R-111-L

(4) That to promote the orderly development of the natural resources in the potash-oil area, Order No. R-111-A should be amended to include the above-described acreage in the Potash-Oil Area.

### IT IS THEREFORE ORDERED;

(1) That Order No. R-lll-A, as amended, be and the same is hereby amended to include the following-described acreage  $\frac{1}{2}$ within the confines of the Potash-Oil Area in Eddy County, New Mexico:

TOWNSHIP 19 SOUTH, RANGE 29 EAST, NMPM Section 22: E/2
Section 23: SW/4 NW/4 and S/2

TOWNSHIP 19 SOUTH, RANGE 30 EAST, NMPM Section 19: N/2 NW/4

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

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

STATE OF NEW MEXICO

OTL CONSERVATION DIVISION

JOE D. RAMEY

Director

SEAL