BEFORE THE NEW MEXICO OIL CONSERVATION COMMISSION

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IN THE MATTER OF THE APPLICATION OF THE UNION OIL COMPANY OF CALIFORNIA FOR APPROVAL OF A UNIT AGREEMENT FOR THE LAGUNA DEEP UNIT LOCATED IN LEA COUNTY, NEW MEXICO.

NO. 6173

## APPLICATION

Comes now the Union Oil Company of California, by its attorneys, Jasper & Buell, and applies to this Commission for an order approving a unit agreement for the Laguna Deep Unit, and in support thereof states:

1. Applicant proposes to form a unit comprising a South total of 2.599.04 acres located in Townships 19 and 20 North, Range 33 East, N.M.P.M., Lea County, New Mexico.

2. As operator, applicant proposes to drill a well in the North half of Section 35, Township 19 South, Range 33 East, N.M.P.M., to test the Silurian formation and any intermediate formations.

3. The substances to be unitized are all oil and gas found below the top of the Seven Rivers formation as further set out in the unit agreement.

4. Participation in the unitized substances is, as to royalty, on a surface acreage basis based upon participating areas as may be approved by State and Federal authorities.

5. Those persons who may be interested in this application are:

Oil and Gas Supervisor U. S. Geological Survey Roswell, New Mexico 88201 Commissioner of Public Lands State Land Office Building Santa Fe, New Mexico 87501

Amoco Production Company Post Office Box 3092 Houston, Texas 77001

Atlandtic Richfield Company Post Office Box 1610 Midland, Texas 79702

Gulf Oil Corporation Post Office Box 1150 Midland, Texas 79702

Belco Petroleum Company 411 Petroleum Building Midland, Texas 79702

6. This matter may be heard before the Commission

or one of its examiners.

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7. The granting of this application will prevent

waste and protect correlative rights.

JASPER & BUELL

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