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October 10, 1979

Mr. Joe D. Ramey  
Division Director  
Oil Conservation Division  
New Mexico Department of Energy & Minerals  
Post Office Box 2088  
Santa Fe, New Mexico 87501

Re: Application of Gulf Oil Corporation for Approval  
of the Southeast Bisti Unit Agreement, San Juan  
County, New Mexico

Dear Mr. Ramey:

Enclosed in triplicate is the application of Gulf Oil Corporation in the above referenced matter.

The applicant requests that this matter be included on the docket for the examiner hearing scheduled to be held on October 31, 1979.

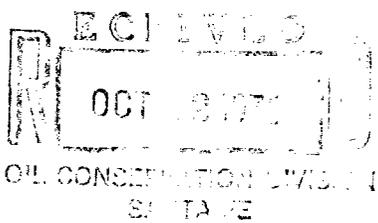
Very truly yours,

  
William F. Carr

WFC:lr

Enclosures

cc: Mr. Morgan L. Copeland



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BEFORE THE  
OIL CONSERVATION DIVISION  
NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS

IN THE MATTER OF THE APPLICATION  
OF GULF OIL CORPORATION FOR  
APPROVAL OF A UNIT AGREEMENT,  
SAN JUAN COUNTY, NEW MEXICO.

CASE 12707

APPLICATION

Comes now GULF OIL CORPORATION, by its undersigned attorneys, and hereby makes application for an order approving its Southeast Bisti Unit Agreement and in support of this application would show the Commission:

1. That the proposed Unit Area consists of 7,047.88 acres, more or less, of federal and state lands situated in San Juan County, New Mexico. The horizontal limits of said unit are described as follows:

Township 24 North, Range 10 West, N.M.P.M.  
Sections 2, 3 and 4: All  
Sections 10 and 11 : N/2

Township 25 North, Range 10 West, N.M.P.M.  
Sections 28, 29, 32, 33, 34 and 35: All  
Sections 30 and 31: E/2

2. That all owners of interest within the Unit Area have been or will be offered the opportunity to join the Unit Agreement.

3. That the Unit Agreement has been approved by most of the working interest owners holding interests within the proposed Unit Area. It is expected that by the date which will be set for hearing on this application the Unit Agreement will have been executed by all, or substantially all, of the owners of working interest, overriding royalty interest and other interests in the land included within the Unit Area.

4. That the applicant, Gulf Oil Corporation, is designated as Unit Operator in said Unit Agreement and all oil and gas in any and all formations is being unitized.

5. That the Unit Area has been designated by the United States Geological Survey as an area logically subject to unitization pursuant to the provisions of the Mineral Leasing Act as amended.

6. That the Unit Agreement has been approved as to form and content by the State Land Office.

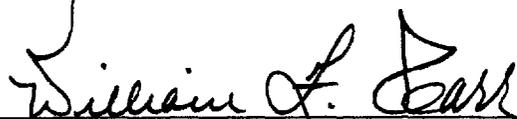
7. That, in the opinion of the applicant, the proposed Unit Area covers all, or substantially all, of the geological structures or anomaly involved; and in the event said Unit Agreement is approved and production of unitized substances is obtained, it is believed that said Unit Agreement will be in the interest of conservation and the prevention of waste, and that it will protect the correlative rights of all parties concerned.

WHEREFORE, Gulf Oil Corporation requests that this Application be set for hearing before a duly appointed Examiner of the Oil Conservation Division on October 31, 1979, that notice be given as required by law and the rules of the Division, and that the Southeast Bisti Unit Agreement be approved.

Respectfully submitted,

CAMPBELL AND BLACK, P.A.

By



William F. Carr  
Post Office Box 2208  
Santa Fe, New Mexico 87501  
Attorneys for Applicant