

**STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION DIVISION**

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

**CASE NO. 12133  
ORDER NO. R-11218**

**APPLICATION OF SAGA PETROLEUM L.L.C. FOR A UNIT AGREEMENT,  
LEA COUNTY, NEW MEXICO.**

**ORDER OF THE DIVISION**

**BY THE DIVISION:**

This case came on for hearing at 8:15 a.m. on April 29, 1999, at Santa Fe, New Mexico, before Examiner Mark W. Ashley.

NOW, on this 6th day of July, 1999, the Division Director, having considered the testimony, the record and the recommendations of the Examiner,

**FINDS THAT:**

(1) Due public notice has been given and the Division has jurisdiction of this case and its subject matter.

(2) The applicant, Saga Petroleum L.L.C. ("Saga"), seeks approval of its Crossroads Siluro-Devonian Unit Agreement for all oil and gas in any formation in an area underlying the following described 800 acres, more or less, of fee lands in Lea County, New Mexico:

**TOWNSHIP 9 SOUTH, RANGE 36 EAST, NMPM**

Section 27: N/2, SE/4  
Section 34: E/2

(3) At the time of the hearing Saga testified that only the Crossroads Siluro-Devonian Pool would be unitized. Therefore, unitization should be limited to the Crossroads