## State of New Mexico







## Commissioner of Public Lands

April 25, 1985

P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148
Express Mail Delivery Unes
310 Old Santa Fe Trail
Santa Fe, New Mexico 87501

MAR Oil and Gas Corp., Inc. P. O. Box 5155 Santa Fe, New Mexico 87502

Re: Proposed Willard Unit

Torrence County, New Mexico

ATTENTION: Mr. Leon A. Romero

Gentlemen:

This office has reviewed the unexecuted copy of unit agreement for the proposed Willard Unit, Torrence County, New Mexico. This agreement meets the general requirements of the Commissioner of Public Lands and has this date granted you preliminary approval as to form and content.

Preliminary approval shall not be construed to mean final approval of this agreement in any way and will not extend any short term leases, until final approval and an effective date have been given. Also, any well commenced prior to the effective date of this agreement which penetrates its objective horizon prior to said effective date shall not be construed as the initial test well.

When submitting your agreement for final approval please submit the following:

- 1. On page 1 of your Unit Agreement, please use our current statutes as noted on your copy.
- 2. On page 12, Section 18 (d) Line No. 581, please insert and State of New Mexico as noted on your agreement.
- 3. On Page 15, Section 22, Delete the CONFLICT OF SUPERVISION clause from line 697a to 697q.
- 4. On Exhibit "B" Tract No. 3, the Correct Lessee of Record for Lease No. LG-8124 should be Coronado Exploration Corporation.
- 5. Application for formal approval by the Commissioner setting forth the tracts that have been committed and the tracts that have not been committed.

MAR Oil and Gas Corp., Inc. April 25, 1985 Santa Fe, New Mexico 87502

- 6. All ratifications from the Lessees of Record and Working Interest Owners. All signatures should be acknowledged before a notary and one set must contain original signatures.
- 7. Order of the New Mexico Oil Conservation Division and the Designation from the Bureau of Land Management. Our approval will be conditioned upon subsequent favorable approval by the New Mexico Oil Conservation Division and the Bureau of Land Management.

Your filing fee in the amount of \$360.00 Dollars has been received.

If we may be of further help please do not hesitate to call on us.

Very truly yours,

JIM BACA

COMMISSIONER OF PUBLIC LANDS

RAY D. GRAHAM, Director

Oil and Gas Division

JB/RDG/pm
encls.

cc:

OCD-Santa Fe, New Mexico
BLM-Albuquerque, New Mexico Attn: Mr. Robert Kent
BLM-Roswell, New Mexico Attn: Mr. Armando Lopez