



United States Department of the Interior

IN REPLY REFER TO:

Willard Unit
(015)

BUREAU OF LAND MANAGEMENT
ALBUQUERQUE DISTRICT OFFICE

505 Marquette, N.W.
P.O. Box 6770
Albuquerque, New Mexico 87197-6770

APR 09 1985

MAR Oil and Gas Corporation, Inc.
Attention: Leon A. Romero
P.O. Box 5155
Santa Fe, New Mexico 87502

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APPROVED
APPLICANT
CASE NO. 8561

Gentlemen:

Your application of March 20, 1985, filed with the District Manager, Albuquerque, New Mexico, requests the designation of the Willard Unit Area, embracing 7,040.00 acres, more or less, Torrance County, New Mexico, as logically subject to exploration and development under the unitization provisions of the Mineral Leasing Act as amended.

Pursuant to unit plan regulations 43 CFR 3180, the land requested as outlined on your plat marked "Willard Unit" is hereby designated as a logical unit area.

The unit agreement submitted for the designated should provide for a well to test the Sandia Formation, or to a depth of 3,500 feet. Your proposed use of the Form of Agreement for Unproved Areas will be accepted.

If conditions are such that further modification of said standard form is deemed necessary, three copies of the proposed modifications with appropriate justification must be submitted to this office through the District Manager for preliminary approval.

In the absence of any other type of land requiring special provisions or of any objections not now apparent, a duly executed agreement identical with said form, modified as outlined above, will be approved if submitted in approvable status within a reasonable period of time. However, notice is hereby given that the right is reserved to any approval of any executed agreement submitted which, in our opinion, does not have the full commitment of sufficient lands to afford effective control of operations in the unit area.

When the executed agreement is transmitted to the District Manager, Albuquerque, New Mexico, for approval, include the latest status of all acreage. In preparation of Exhibits "A" and "B", follow closely the format of the sample exhibits attached to the 1983 reprint of the aforementioned form.

Inasmuch as this unit agreement involves State land, we are sending a copy of the letter to the Commissioner of Public Lands. Please contact the State of New Mexico before soliciting joinders regardless of prior contacts or clearances from the State.

Sincerely yours,

L. Paul Applegate
District Manager