OIL COMPOSITION COMMISSION SANTA FC, NEW MEXICO. JAN 2.6 1953

BEFORE THE OIL CONSERVATION COMMISSION

· OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF STANOLIND CIL AND GAS COMPANY FOR THE APPROVAL OF THE SAN JUAN 32-5 UNIT AREA, EMBRACING 25,937.96 ACRES, MORE OR LESS, LOCATED IN TOWNSHIP 31 NORTH, RANGE 5 WEST, TOWNSHIP 32 NORTH, RANGE 5 WEST, AND TOWNSHIP 32 NORTH, RANGE 6 WEST, N.M.P.M., SAN JUAN AND RIO ARRIBA COUNTIES, NEW MEXICO

CASE NO.

APPLICATION

An application is hereby made by Stanolind Oil and Gas Company, a corporation, for approval by the Oil Conservation Commission, of a unit agreement entitled "Unit Agreement for the Development and Operation of the San Juan 32-5 Unit Area, Counties of San Juan and Rio Arriba, State of New Mexico", the said agreement having been entered into between the applicant herein as the Unit Operator and certain working interest owners and royalty owners as have, or may hereafter, subscribe to or consent to the agreement.

The San Juan 32-5 Unit Area embraces the following described lands located in San Juan and Rio Arriba Counties, New Mexico, to-wit:

NEW MEXICO PRINCIPAL MERIDIAN, NEW MEXICO

<u>T-31-N, R-5-W</u>	<u>T-32-N, R-6-W</u>
Secs. 1 and 2, all	Sec. 9: NW/4, E/2 Secs. 10 thru 15 inclusive, all
<u>T-32-N, R-5-W</u>	Sec. 16: E/2 Sec. 21: E/2
Secs. 7 thru 36 inclusive, all	Secs. 22 thru 27 inclusive, all Sec. 23: E/2

Total Unit Area embraces 25,937.96 acres, more or less.

At the hearing hereinafter requested, the requisite number of signed copies of the unit agreement will be submitted for approval, and it is requested that the same be returned to the applicant in order that it may file the necessary counterparts thereof with the Department of the Interior of the United States for the purpose of obtaining final approval of the agreement by the Secretary of the Interior. After approval of the agreement by the Secretary of the Interior a complete and signed copy of the unit agreement will be filed in the Office of the Commissioner of Public Lands of the State of New Mexico. An unsigned copy of the unit agreement is being filed herewith in the office of the Commission for a temporary record pending the receipt of the final completed copy. The form of unit agreement has previously been considered by the Commissioner of Public Lands. Geological evidence concerning the structure affected by this unitization will be submitted to the Commissioner of Public Lands and at the hearing hereinafter requested.

With reference to the lands embraced in this unit, there is attached to the unsigned copy of the unit agreement, hereinafter filed, a map of the unit area on which is shown the ownership of the various lands embraced in the said unit. The applicant is continuing efforts to obtain commitments to the unit agreement from those owners of interests who have not yet joined, and a full showing of the commitments will be made at the time of the hearing hereinafter requested.

Within six (6) months after the date the unit agreement becomes effective the unit operator is obligated to commence drilling operations on an adequate test well. Should commercial production be discovered, the unitized operation will assure an orderly development program based on structural position and will enable productive operations to be conducted in accordance with the best over-all reservoir practices. Development and operation will be conducted in accordance with the plans having the joint approval of Federal and State authorities. Under this agreement the State of New Mexico will receive its fair share of the oil and gas and this will be allocated to it on an acreage basis in any and all participating areas that may be established. This unit agreement is in all respects to the best interests of the State of New Mexico and tends to eliminate waste and promote conservation of oil and gas.

The unit agreement makes express provision that additional parties may join and subject their interests to the said agreement after its final approval.

The Commission is respectfully requested to set this matter and application down for hearing and following said hearing to give its approval to the unit agreement.

Respectfully submitted this 23rd day of January, 1953.

STANOLIND OIL AND GAS COMPANY

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BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

Case Nø

IN THE MATTER OF THE APPLICATION OF STANOLIND OIL AND GAS COMPANY FOR THE APPROVAL OF THE SAN JUAN 32-5 UNIT AREA, EMBRACING 25,937.96 ACRES, MORE OR LESS, LOCATED IN TOWNSHIP 31 NORTH, RANGE 5 WEST, TOWNSHIP 32 NORTH, RANGE 5 WEST, AND TOWNSHIP 32 NORTH, RANGE 6 WEST, N.M.P.M., SAN JUAN AND RIO ARRIBA COUNTIES, NEW MEXICO.



The applicant herein hereby files an amended application for the reason that the original application contained a typographical error.

The original application as filed insofar as it describes lands in Township 32 North, Range 6 West, is amended to read as follows:

> Sec. 9: NW_{\pm}^{1} , E_{2}^{1} Secs. 10 through 15 inclusive: All Sec. 16: E_{2}^{1} Sec. 21: E_{2}^{1} Secs. 22 through 27 inclusive: All Sec. $\underline{28}$: E_{2}^{1}

The change in the description as above indicated changes the last item to read from "Sec. 23: E_{z}^{1} " to Sec. 28: E_{z}^{1} ". Otherwise the application is unchanged.

STANOLIND OIL AND GAS COMPANY Mew Jeth By

Its Agent and Attorney

OIL CONSERVATION COMMISSION SANTA FE, LCW MEXICO. MAR 2.7 1983

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SANTA FE. NEW MEXICO.

BEFORE THE OIL CONSERVATION COMMISSION

OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF STANOLIND OIL and GAS COMPANY FOR AN UNORTHODOX LOCATION 330 feet FROM THE SOUTH AND WEST LINES OF SECTION 14, TOWNSHIP 32 NORTH, RANGE 5 WEST, N.M.P.M., RIO ARRIBA COUNTY, NEW MEXICO

CASE NO. _

APPLICATION

Comes now the Stanolind Oil and Gas Company and respectfully requests the Commission to approve an unorthodox location as follows:

> 330 feet from the South line and 330 feet from the West line, Section 14, Township 32 North, Range 5 West, N.M.P.M., Rio Arriba County, New Mexico.

The terrain in the southwest quarter of said section is exceedingly rough and well locations are difficult to establish, and for this reason the applicant has asked for this unorthodox location based upon these topographical conditions.

The proposed location is within The San Juan 32-5 Unit Area heretofore approved by this Commission.

The proposed location and all off-sets are on lands owned by the United States. The working-interest owners under leases covering the proposed location and the diagonal off-setting acreage are the same, and the applicant is the sole working-interest owner on direct off-sets.

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Respectfully submitted

STANOLIND OIL and GAS COMPANY 1 Min Il By