## APPLICATION FOR APPROVAL BY THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF
EL PASO NATURAL GAS COMPANY, A DELAWARE OF
CORPORATION, FOR APPROVAL OF THE SAN
JUAN 28-6 UNIT AGREEMENT EMBRACING
27,735.51 ACRES, MORE OR LESS, IN
TOWNSHIP 28 NORTH, RANGE 6 WEST AND
TOWNSHIP 27 NORTH, RANGE 6 WEST, RIO
ARRIBA COUNTY, NEW MEXICO.

CASE NO. 543

Comes now EL PASC NATURAL GAS COMPANY, a Delaware corporation, and would respectfully show the Commissioner as follows:

I.

That the Oil Conservation Commission of the State of New Mexico is authorized by an act of Legislature of the State of New Mexico (Chapter 72, Laws of 1935, as amended) to approve the operation and development of lands lying within the State of New Mexico in accordance with a unit plan of development and operation.

II.

That the Unit Area, approval of which is here sought, comprises the following lands situated in Rio Arriba County, New Mexico, to-wit:

Township 28 North, Range 6 West, N.M.P.M.

Sections 7 through 36: All

Township 27 North, Range 6 West, N.M.P.M.

Sections 1 through 15: A11 Sections 24 and 25: A11

containing 27,735.51 acres, more or less.

III.

That such Agreement will tend to promote the conservation of oil and gas and better utilization of reservoir energy.

IV.

That under the proposed operations the State of  $N_{\text{ew}}$  Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the proposed Unit Area.

That under the proposed operations the lands lying within the proposed Unit Area will each receive their fair share of the recoverable oil or gas in place and in other respects such Agreement is for the best interests of the respective land owners owning lands within the proposed Unit Area.

VI.

That the Agreement provides for the unit operation of the Unit Area, for the allocation of production and the sharing of proceeds from a part of the area covered by the Agreement on an acreage basis as specified in the Agreement.

VII.

That Applicant is the owner and holder of a substantial portion of the working interest in the oil and gas leases embraced within the area sought to be unitized, and that a substantial percentage of the remaining owners and holders of interest in the oil and gas lease embraced within the proposed Unit Area have adopted, approved and executed the proposed Unit Agreement.

VIII.

Premises considered, Applicant earnestly prays that the requisite notice issue and that Applicant's petition be set down for hearing on the 26th day of May, 1953, at a special meeting of the Commission to be called for the purpose of considering, among other matters, Applicant's petition.

TURNER, WHITE, ATWOOD, MCLANE AND FRANCIS

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