

OCC  
Aztec

NSL-67

10/11/56

AZTEC OIL & GAS COMPANY  
920 MERCANTILE SECURITIES BUILDING  
DALLAS 1, TEXAS

October 11, 1956

Mr. A. L. Porter, Secretary-Director  
New Mexico Oil Conservation Commission  
P. O. Box 871  
Santa Fe, New Mexico

Re: Application of Aztec Oil & Gas  
Company for an Exception to  
Rule 3 of Order R-565, as  
Amended, for Administrative  
Approval of a Non-Standard  
Drilling Location in the  
Pictured Cliffs Gas Pool,  
San Juan County, New Mexico

Dear Mr. Porter:

Pursuant to Rule 4 of Order No. R-565, as amended, Aztec Oil & Gas Company hereby submits its application for an exception to Rule 3 of such order and for approval of a non-standard drilling location on the East 3/4ths of Section 8, Township 28 North, Range 9 West, N.M.P.M., San Juan County, New Mexico.

In support of this application, Aztec Oil & Gas Company respectfully states and shows the following:

1. Aztec Oil & Gas Company and El Paso Natural Gas Company have entered into a Communitization Agreement dated May 25, 1956, communitizing and pooling their respective oil and gas leases to provide for a gas proration unit consisting of the East 3/4ths of Section 8, Township 28 North, Range 9 West, N.M.P.M., containing 205.08 acres, in accordance with the Commission's Order No. R-658.

2. The proposed non-standard drilling location has been staked 2,000' from the East line and 100' from the South line of Section 8, Township 28 North, Range 9 West, N.M.P.M., San Juan County, New Mexico. The approval of this application is requested because of the extreme topographical conditions, both as to roads and location.

Emergency:  
Winnis Reed  
from EPN &  
& Delhi-Taylor

(Winnis)



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3. Attached is a plat reflecting the location of the proposed well, which is to be known as the Reid No. 11, and the offset owners which may possibly be affected by the non-standard location.

4. So far as is known to applicant, El Paso Natural Gas Company, El Paso Natural Gas Building, El Paso, Texas, and Delhi-Taylor Oil Corporation, Corrigan Tower Building, Dallas, Texas, are the only operators other than Aztec owning an interest in leases which will be affected by approval of the non-standard drilling location. A copy of this application has been sent to each of these companies, and they are furnishing the Commission with a consent to the non-standard location.

Aztec Oil & Gas Company respectfully requests that under the provisions of Rule 4 of Order No. R-565, as amended, the Secretary-Director of the Commission grant an exception to Rule 3, without notice and hearing, approving the non-standard location hereinabove set forth.

Yours very truly,

AZTEC OIL & GAS COMPANY

By Quilman B. Davis  
Quilman B. Davis,  
General Attorney

STATE OF TEXAS )  
COUNTY OF DALLAS )

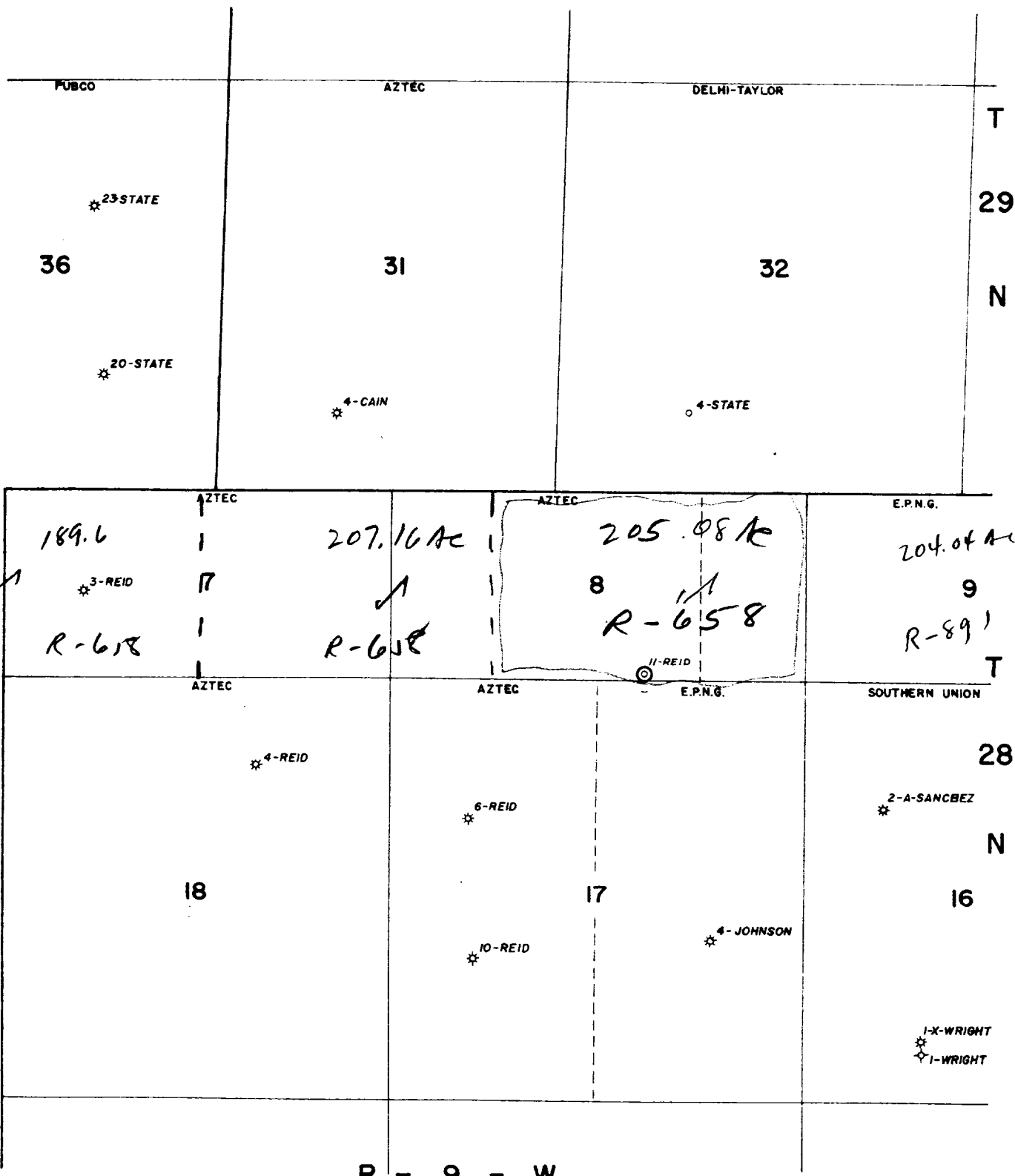
Quilman B. Davis, being first duly sworn, hereby states that he is General Attorney of Aztec Oil & Gas Company, the applicant in the foregoing application; that he has executed said application on behalf of Aztec Oil & Gas Company; that he has read said application and to the best of his knowledge, information and belief all statements of fact contained therein are true and correct.

Quilman B. Davis  
Quilman B. Davis

Sworn to and subscribed before me, the undersigned authority, this 11th day of October, 1956.

My Commission Expires:  
June 1, 1957

Naomi R. Langan  
Notary Public in and for  
Dallas County, Texas



R - 9 - W

SCALE: 3" = 1 MILE

Exhibit A to Aztec Oil & Gas Company  
Application for Oil & Gas Lease