AZTEC OIL & GAS COMPANY

920 MERCANTILE SECURITIES ELDG.

DALLAS 1, TEXAS

November 22, 1956

REGISTERED MAIL

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 104-d and Order No. R-110,
for Administrative Approval of
a Non-Standard Drilling Location
in the Blanco-Mesaverde Gas
Pool, San Juan County, N. M.

Dear Mr. Porter:

Pursuant to General Rule 104-d and Order No. R-110, Aztec Oil & Gas Company hereby submits its application for an exception to the well location regulations set forth above and requests approval of a non-standard drilling location in the $NE_{\frac{1}{4}}^{1}$ of Section 36, Township 29 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. The proposed non-standard drilling location has been staked one thousand nine hundred and eight (1,980) feet from the North line and two thousand four hundred and forty (2,440) feet from the East line of Section 36, Township 29 North, Range 9 West, N.M.P.M., San Juan County, New Mexico. This non-standard location is requested because of the topographical conditions existing on the proposed drilling block.
- 2. Aztec Oil & Gas Company intends to drill a well at the non-standard drilling location, if approved, to be known as the Aztec-Koch State No. 1 Well.
- 3. The proposed well will be a gas-gas dual completion and will be within the defined limits of the Blanco-Mesaverde gas pool and an extension to the Aztec-Pictured Cliffs gas pool. A parette application is being filed for the approval of this dual

- 4. So far as is known to applicant, the following operators own mineral rights on the acreage offsetting the proposed well, as shown on the attached plat:
 - (a) El Paso Natural Gas Company (b) El Dorado Refining Company

 - (c) Sue Turner
 - (d) Sam Dazzio

A copy of this application has been sent to them by registered mail with a request that their approval be sent to you or to Aztec for transmittal.

Aztec Oil & Gas Company respectfully requests that the Secretary-Director of the Commission grant an exception to General Rule 104-d and Order No. R-110, without notice and hearing, approving the nonstandard location hereinabove set forth.

Yours very truly,

AZTEC OIL & GAS COMPANY

By /s/ 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 the 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.

/s/ Quilman B. Davis
Quilman B. Davis

Sworn to and subscribed before me, the undersigned authority, on this 22nd day of November, 1956.

My Commission Expires:

/s/ Charlyne Y. Bell Notary Public in and for Dallas County, Texas

June 1, 1957

(seal)

Aztec T N R-9-W

Az + Cll ! Gas derpary Re Pip 2 to Application for upon decay location

Uccle: F'' equals one mile