OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE. NEW MEXICO



July 7, 1967

Aztec Oil & Gas Company 2000 First National Bank Building Dallas, Texas 75202

Attention: Mr. Gordon E. Coe

Administrative Order DD-2

Gentlemen:

Reference is made to your application dated June 29, 1967, for authority to set a whipstock above the Mesaverde formation and to intentionally deviate your <u>Hubbard Well No. 2, located</u> 990 feet from the South line and 990 feet from the West line of Section 11, Township 32 North, Range 12 West, NMPM, San Juan County, New Mexico, to be recompleted as a dual in the Blanco-Mesaverde and Basin-Dakota Gas Pools.

Pursuant to the authority given me by Order No. R-3031, as corrected by Order No. R-3031-A, you are hereby authorized to intentionally deviate the above-described well.

The above approval is given in the interest of the prevention of waste. To ensure that correlative rights are adequately protected, no allowable shall be assigned to the aforesaid well until the provisions of Section 1(c) of Order No. R-3031 have been complied with.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/GMH/esr

cc: Oil Conservation Commission (with enclosures) - Aztec United States Geological Survey - Farmington

AZTEC OIL & GAS COMPANY

AND OFFICE L

2000 FIRST NATIONAL BANK BUILDING DALLAS. TEXAS 75202 June 29, 1967

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LAND DEPARTMENT
KENNETH A. SWANSON, MANAGER

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Re: Application of Aztec Oil & Gas
Company for Approval of the Intentional
Deviation of a Well previously drilled
to the Blanco-Mesaverde Pool in SanJuan
County, New Mexico, Pursuant to Order
No. R-3031, as Amended

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

Dear Mr. Porter:

Pursuant to Order No. R-3031, as amended by Order No. 3031-A, Aztec Oil & Gas Company hereby submits in triplicate, its application for approval for the intentional deviation of a well previously drilled to the Blanco-Mesaverde Pool in San Juan County, New Mexico.

In support of this application, Applicant respectfully states and shows the following:

- l. The well to be deviated is the Aztec-Hubbard No. 2 Well, located 990 feet from the South line and 990 feet from the West line of Section 11, Township 32 North, Range 12 West, San Juan County, New Mexico. The proration unit for the well is the $S_2^{\frac{1}{2}}$ of said Section 11, being more particularly described as Lots 1, 2, 3, 4, $S_2^{\frac{1}{2}}$ SE $_4^{\frac{1}{4}}$ and the $S_2^{\frac{1}{2}}$ SW $_4^{\frac{1}{4}}$. The well was originally completed open hole in the Blanco-Mesaverde Pool in August, 1951.
- 2. Applicant now proposes to set a whipstock above the Mesaverde producing interval, intentionally deviate and re-drill to the Mesaverde and Dakota formation and dually complete the well in both zones.
- 3. The well will be so drilled and such deviation tests conducted as may be necessary to ensure that the well is bottomed no nearer than 200 feet to the outer boundary of its proration unit.
- 4. Such proposed operation will prevent waste and protect correlective rights.

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- 5. There is attached hereto as Exhibit I, a plat showing the proration unit upon which the well is located, all offsetting proration units, and the ownership of each such offsetting proration unit.
- 6. Applicant has forwarded a copy of this application by certified mail, to each operator offsetting the proration unit; such operators being Great Western Drilling Company and El Paso Natural Gas Company.

Applicant respectfully requests the Secretary-Director to approve this application to intentionally deviate the subject well.

Respectfully submitted,

AZTEC OIL & GAS COMPANY

ORIGINAL SIGNED BY GORDON E. COE

By,

Gordon E. Coe Attorney

AEC:lg

cc: Great Western Drilling Company
P. O. Box 1659
Midland, Texas

El Paso Natural Gas Company

P. 0. Box 1492

El Paso, Texas 79999

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SAN JUAN COUNTY, NEW MEXICO
EXHIBIT I