PEAZTEC OIL & GAS COMPANY 920 MERCANTILE SECURITIES BLDG.

DALLAS 1, TEXAS

December 21, 1956

NSL-81 wi 1/3/17

CERTIFIED 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(c) for Administrative Approval of a Non-Standard Drilling Location in San Juan County, New Mexico

Dear Mr. Porter:

Pursuant to General Rule 104(f), Aztec Oil & Gas Company hereby submits its application for an exception to the well location regulations as set forth in Rule 104(c) and requests approval of a non-standard drilling location pertaining to Aztec's Ute Indian Well No. 1, located in the  $SE_{n}^{1}SE_{n}^{1}$ of Section 10, Township 31 North, Range 15 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. Applicant's well, which is in the shallow oil producing area southwest of Barker Dome gas field, will be located one thousand two hundred and sixty-eight (1,268) feet from the East line and nine hundred and nineteen (919) feet from the South line of Section 10, Township 31 North, Range 15 West, N.M.P.M., San Juan County, New Mexico. This non-standard location was selected because of topographical conditions existing on the drilling block.
- 2. The non-standard location of Applicant's well is necessitated by the extreme topographical conditions in the area which prevented a standard location.
- 3. Attention is called to the fact that Aztec and Southern Union Gas Company jointly own Sections 10 and 15 of Township 31 North, Range 15 West, and that the location is 1,268 feet West of Section 11, held by El Paso Natural Gas Company and/or Claude Carroll.

Aztec Oil & Gas Company respectfully requests that the Secretary-Director of the Commission grant an exception to Rule 104(c), without notice and hearing, approving the non-standard location hereinabove set forth.

Yours very truly,

AZTEC OIL & GAS COMPANY

Quilman B. Davis, General Attorney

STATE OF TEXAS COUNTY OF DALLAS

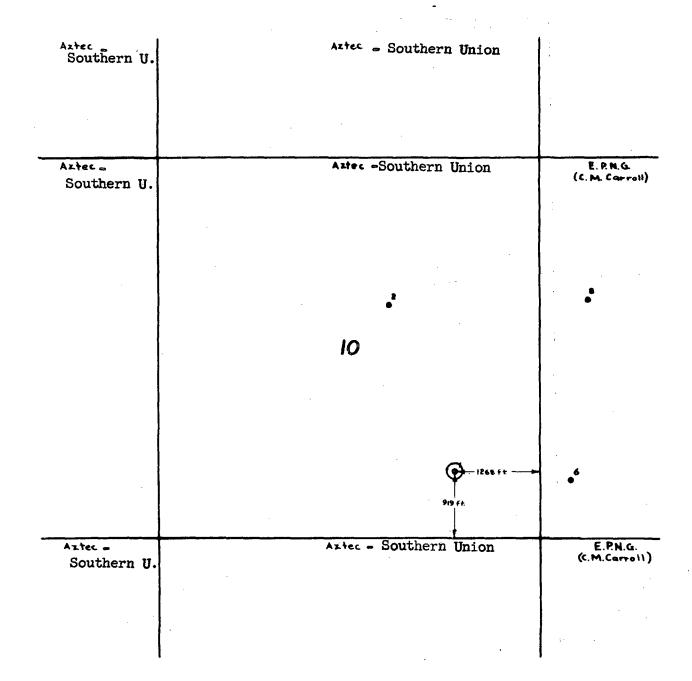
Quilman B. Davis, being first duly sworn, hereby states that he is the attorney of Aztec Oil & Gas Company, the applicant in the foregoing application; that he has executed said application on behalf of Aztec Oil & Gas Company; that he has read said application and, to the best of his knowledge, information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

Quilman S. Davis
Quilman B. Davis

Sworn to and subscribed before me, the undersigned authority, on this 21st day of December, 1956.

tary Public in and for Dallas County, Texas

My Commission Expires: June 1, 1957



AZTEC OIL & GAS COMPANY
PLAT OF UTE INDIAN WELL NO. I
LOCATION
SCALE: I INCH=1320 FEET

MAIN OFFICE OCC

AZTEC OIL & GAS COMPANY

920 MERCANTILE SECURITIES BUILDING
DALLAS 1, TEXAS

QUILMAN B. DAVISH 3 51

December 21, 1956

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

Dear Pete:

Enclosed is a brief application for administrative approval of a non-standard drilling location for Aztec's Ute Indian No. 1 oil well. As you know, this well was initially drilled and abandoned as a dry hole, and then on August 8, 1956 was re-worked and completed as an oil well.

Should you need any additional information or data concerning this well, please let us know.

With thanks and best personal regards, I am

Yours very truly,

QBD:NL

Enc.

cc - Mr. Emery C. Arnold Mr. Joe Salmon Engineering Dept.