NW4-77 aux 5/20/55

MAIN OFFICE OCC

AZTEC OIL & GAS COMPANY 920 Mercantile Securities Building Dallas 1, Texas

SECRETARY AND GENERAL ATTORNEY 8:30

Oil Conservation Commission State of New Mexico P. O. Box 871 Santa Fe, New Mexico

> Re: Application for Exception to Rule 6(a) of Order R-565, as amended, for Establishment of a Non-Standard Gas Proration Unit, Fulcher Kutz-Pictured Cliffs Gas Pool, San Juan County, N. M.

Gentlemen:

Aztec Oil & Gas Company hereby submits its application for administrative approval of a non-standard gas proration unit comprising the $\underline{NW_{h}^{1}} \underline{SW_{h}^{1}}$ of Section 11. Township 29 North, Range 12 West, N.M.P.M., San Juan County, New Mexico, and in support thereof respectfully states and shows the following:

1. That the Aztec-Hart No. 1 Well, located 1620 feet from the South line and 300 feet from the West line of Section 11, Township 29 North, Range 12 West, was completed April 5, 1934 as a gas well and connected to Southern Union Gas Company's pipeline in October 1943.

2. That the proposed non-standard gas provation unit consists of 40 acres.

3. That the proposed non-standard gas proration unit lies wholly within a single governmental section.

4. That the proposed non-standard gas proration unit may reasonably be presumed to be productive of gas.

5. That so far as is known to Applicant, the following parties constitute the only operators, other than Applicant, owning an interest in any of the acreage included in or offsetting the proposed unit, and such parties are being notified by registered mail of this proposed non-standard gas proration unit by the mailing of a copy of this application to each of them:

Scott, Scott & Sheppard	George H. Krause
1706 Welton Street	c/o Antlers Hotel
Denver 2, Colorado	Colorado Springs, Colorado

Oil Conservation Commission

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Therefore, Aztec Oil & Gas Company respectfully requests that under the provisions of Rule 6(b) of Order No. R-565, as amended, the Secretary of the Commission grant an exception to Rule 6(a), without notice and hearing, approving the non-standard gas proration unit hereinabove requested.

Respectfully submitted,

AZTEC OIL & GAS COMPANY

STATE OF TEXAS

COUNTY OF DALLAS)

Quilman B. Davis, being first duly sworn, hereby states that he is Attorney for 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 therein contained are true and correct; and that a copy of this application was duly deposited on April

<u>/8</u>, 1955, in the United States post office as registered mail, with all charges prepaid, addressed to the parties listed in paragraph 5 of this application.

Sworn to and subscribed before me, the undersigned authority, this $\frac{18}{18}$ day of April, 1955.

Notary Public in and/for Dallas County, Texas

My Commission Expires:

June 1, 1955

