NUU-85 Ane 5/21/55

MAIN OFFICATES OIL & GAS COMPANY

920 Mercantile Securities Building Dallas 1, Texas

QUILMAN B. DAVIS APR 21 11 8:27

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, New Mexico

Gentlemen:

Aztec Oil & Gas Company hereby submits its application for administrative approval of a non-standard gas proration unit comprising the $S_{2}^{\frac{1}{2}NW_{\mu}^{\frac{1}{2}}}$; $N_{2}^{\frac{1}{2}SW_{\mu}^{\frac{1}{2}}}$ of Section 17, Township 29 North, Range 11 West, N.M.P.M., San Juan County, New Mexico, and in support thereof respectfully states and shows the following:

1. That the Aztec-Barnhart No. 1 well, located 2310 feet from the South line and 990 feet from the West line of Section 17, Township 29 North, Range 11 West, was completed October 2, 1950 as a gas well and connected to Southern Union Gas Company's pipeline on November 9, 1950.

2. That the proposed non-standard gas proration unit consists of 160 acres which are contiguous quarter-quarter sections.

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:

Leo R. Manning	Southern Union Gas Company
114 South Amherst	Burt Building
Albuquerque, New Mexico	Dallas 1, Texas
H. E. Krause	L. G. Stearns
Santa Fe, New Mexico	Hesperus, Colorado
Bert Brown	Lon E. Hoeye
Mesa, Arizona	Mesa, Arizona

Oil Conservation Commission

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 $\underline{/9}$, 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 <u>19</u> day of April, 1955.

in

Dallas County, Texas

My Commission Expires: June 1, 1955 Page 2

