AZTIK OIL & GAS COMPANY MUL ICE OCC 920 MERCANTILE SECURITIES BLDG. DALLAS 1. TEXAS PM 1:26 April 11, 1962

MAIN OFFICE OCC 920 MERCANTILE SECURITIES BLDG.

LAND LOEPARTER 13 PM 1:26

H. L. SNIDER, JR., MANAGER KENNETH A. SWANSON, ATTORNEY

> CERTIFIED MAIL RETURN RECEIPT REQUESTED

Mr. A. L. Porter, Jr., 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 5(A) of Order R-1670 for Administrative Approval of a Non-Standard Gas Proration Unit in the Basin-Dakota Gas Pool, San Juan County, New Mexico

Dear Mr. Porter:

Pursuant to Rule 5(B) of Order R-1670, Aztec Oil & Gas Company hereby submits its application, in triplicate, for an exception to Rule 5(A) of Order R-1670, and administrative approval of a Non-Standard Gas Proration Unit consisting of Lots 3 and 4, $S \stackrel{1}{=} NW_{L}^{1}$, SW_{L}^{1} (W¹/₂) of Section 13, T-31-N, R-12-W, N.M.P.M., San Juan County, New Mexico.

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

1. An orthodox location is anticipated and will be staked in the $NM_{\frac{1}{2}}$ of Section 13, T-31-N, R-12-W, N.M.P.M. When staked, the well will be known as the Grenier No. 11.

2. Applicant owns all the acreage within the Section on which the Non-Standard Unit is located, as indicated on Exhibit "A" attached hereto. The only operator owning offsetting acreage is Greenbrier Oil Company, and it has been furnished a copy of this application with the request that its consent in the form of a waiver of notice and hearing be forwarded to the Commission.

3. The non-standard unit consists of contiguous quarter-quarter sections or lots.

Mr. A. L. Porter, Jr.

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4. The Unorthodox Gas Proration Unit contains 314.53 acres, and its unorthodox size or shape is due to a variation in the legal subdivision of the United States Public Land Survey.

Applicant respectfully requests that this application be promptly considered and that approval be administratively granted, pursuant to Rule 5(B) of Order R-1670, for the Non-Standard Unit above described.

Yours very truly,

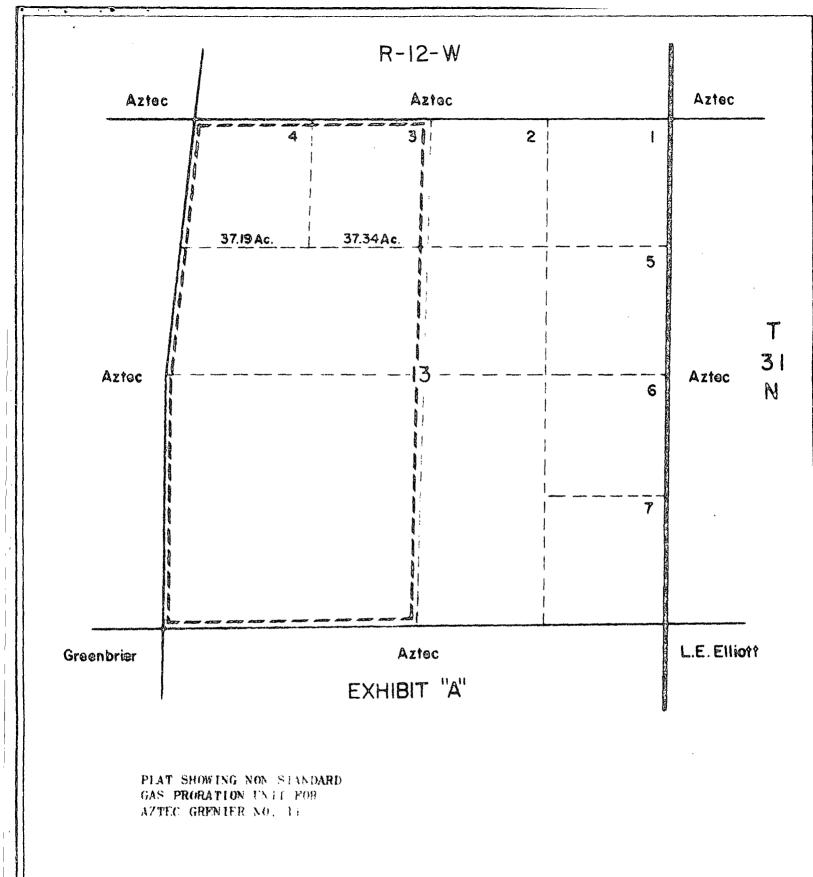
AZTEC OIL & GAS COMPANY

By Janon Kenneth A. Swanson

KAS/et

cc: Greenbrier Oil Company 1403 Continental Life Building Fort Worth, Texas

Attorney



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GREENBRIER OIL COMPANY 1403 CONTINENTAL LIFE BLDG. TELEPHONE ED 2-8541 FORT WORTH 2. TEXAS MAIN OFFICE OCC

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April 12, 1962

AIR MAIL

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

> Re: Aztec No. 11 Grenier adjoining our Hedges Lease in San Juan County, New Mexico

Dear Mr. Porter:

Please consider this letter as our consent to Aztec Oil & Gas Company's request for administrative approval of a location for a well to be drilled in the NW 1/4 of Section 13, T-31, N, R-12-W, San Juan County, New Mexico.

We hereby waive our rights for a public hearing on this matter.

Yours very truly,

GREENBRIER OIL COMPANY

H. H. Brown

HHB:rm

cc: Aztec Oil &Gas Company 920 Mercantile Securities Bldg. Dallas 1, Texas

Attn: Mr. Kenneth A. Swanson