

# AZTEC OIL & GAS COMPANY

MAIN OFFICE 000

920 MERCANTILE SECURITIES BLDG.

DALLAS 1, TEXAS

LAND DEPARTMENT U PM 1 21

March 1, 1961

H. L. SNIDER, JR., MANAGER

KENNETH A. SWANSON, ATTORNEY

CERTIFIED MAIL  
RETURN RECEIPT REQUESTED

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 Administrative Approval of an Ex-  
ception to Rule 2 of Order R-1670-C,  
Approving an Unorthodox Drilling Location  
in the Basin-Dakota Gas Pool for the  
Hagood #22-G Well.

Dear Mr. Porter:

Pursuant to Rule 3 of Order R-1670-C, Aztec Oil & Gas Company hereby submits, in triplicate, its application for administrative approval of an exception to the well location regulations set forth in said Order and requests administrative approval of an unorthodox drilling location in the SW $\frac{1}{4}$  of Section 20, T-29-N, R-13-W, N.M.P.M., San Juan County, New Mexico.

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

1. The proposed unorthodox drilling location has been staked six hundred and sixty feet (660') from the South line and six hundred and sixty feet (660') from the West line of Section 20. Elliott, Inc., Tenneco Corporation, Texaco, Inc. and John J. Redfern, Jr. are the only operators of offsetting leases, or leases within the Section, as indicated on Exhibit "A" attached hereto and made a part hereof, and have been furnished a copy of this application by certified mail, along with a request that they waive notice and hearing and consent to such unorthodox location.

2. This application was originally made and drilling was commenced for the purpose of completing the Hagood #22-G as a producing well in the Gallup sand as an extension to the Totah-Gallup Oil Pool. The location is not unorthodox with respect to the pool rules in effect for the Totah-Gallup Oil Pool and is within one (1) mile of the designated pool limits.

247

249

*NSL -  
Waiting period  
due Mar 26*

Mr. A. L. Porter

-2-

March 1, 1961

3. It is Applicant's belief that the Dakota formation may not be productive in this area, and for that reason wishes to minimize its risk in drilling a test well to the Dakota formation by testing the deeper zone at a location which would be orthodox should the well be plugged-back and completed in the Totah-Gallup Oil Pool. In addition, should a completion be made in the Gallup producing formation, the location should also be consistent with the drilling pattern previously established in the development of this oil pool.

Applicant respectfully requests that the Secretary-Director of the Commission, by administrative approval, grant an exception, as above provided, without notice and hearing, approving the unorthodox drilling location described above.

Yours very truly,

AZTEC OIL & GAS COMPANY

By: Kenneth A. Swanson  
Kenneth A. Swanson  
Attorney

KAS/et

# Elliott, Inc.

Box 5669 - Phone MAin 2-5840

Roswell, New Mexico

February 28, 1961

H. H. Elliott  
President

Edson M. Elliott  
Box 9-Cross

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

Attention: Mr. Quilman B. Davis

Gentlemen:

This is to advise that as an off-set owner we have no objections to your company drilling a Dakota test well at a location 660 feet from the South and West lines of Sec. 20, Twp. 29N., Rge. 13W., San Juan County, New Mexico.

We further state that you are authorized to present this letter to the New Mexico Conservation Commission as evidence of our approval of this non-standard location.

Very truly yours,

ELLIOTT, INC.

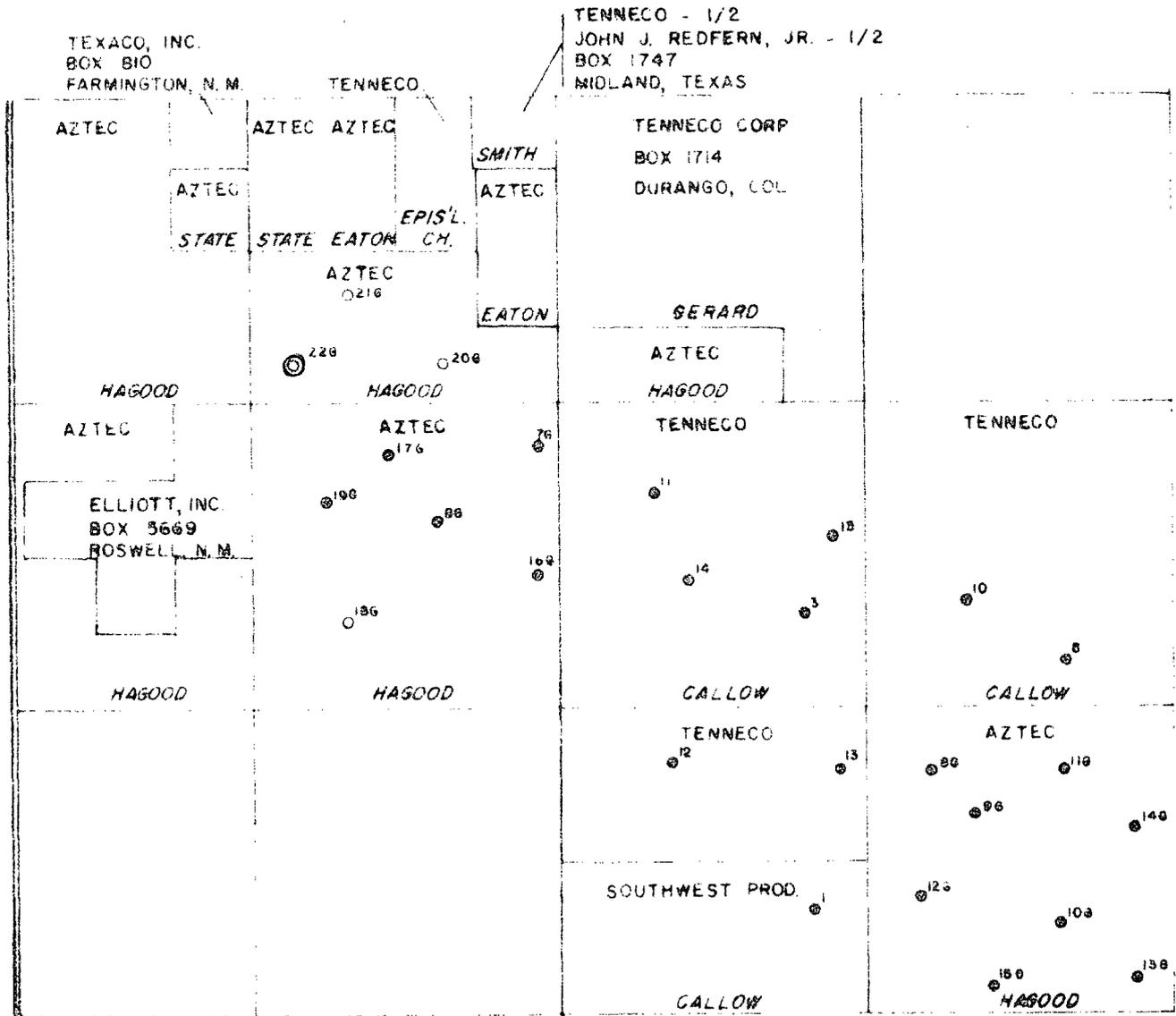
By 

Vice President

FOE:nc

EXHIBIT 'A'

Application of Aztec Oil & Gas Company for  
 Administrative Approval of Un-orthodox Lo-  
 cation in Basin Dakota Gas Pool for Hagood  
 No. 22-G, Section 20, 29N, 13W, San Juan  
 County, New Mexico



ONLY GALLUP WELLS SHOWN

SCALE 1" = 3000'

AZTEC OIL & GAS COMPANY  
920 MERCANTILE SECURITIES BUILDING  
DALLAS 1, TEXAS

March 1, 1961

CERTIFIED MAIL  
RETURN RECEIPT REQUESTED

Mr. John J. Redfern, Jr.  
P. O. Box 1747  
Midland, Texas

Re: Application of Aztec Oil & Gas Company  
for Administrative Approval of an Ex-  
ception to Rule 2 of Order R-1670-C,  
Approving an Unorthodox Drilling Location  
in the Basin-Dakota Gas Pool for the  
Hagood #22-G Well.

Dear Mr. Redfern:

Enclosed for your information and approval is one copy of  
Aztec's captioned application to the New Mexico Oil Conservation  
Commission.

In order to expedite approval of this application, we would  
appreciate your forwarding your consent in the form of a waiver  
directly to the New Mexico Oil Conservation Commission, furnishing  
us a copy of such approval.

Yours very truly,

KAS/et  
Enclosure

AZTEC OIL & GAS COMPANY  
920 MERCANTILE SECURITIES BUILDING  
DALLAS 1, TEXAS

March 1, 1961

**CERTIFIED MAIL**  
**RETURN RECEIPT REQUESTED**

Texaco, Inc.  
P. O. Box 810  
Farmington, New Mexico

Re: Application of Aztec Oil & Gas Company  
for Administrative Approval of an Ex-  
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Commission.

In order to expedite approval of this application, we would  
appreciate your forwarding your consent in the form of a waiver  
directly to the New Mexico Oil Conservation Commission, furnishing  
us a copy of such approval.

Yours very truly,

KAS/et  
Enclosure

AZTEC OIL & GAS COMPANY  
920 MERCANTILE SECURITIES BUILDING  
DALLAS 1, TEXAS

March 1, 1961

CERTIFIED MAIL  
RETURN RECEIPT REQUESTED

Tenneco Corporation  
P. O. Box 1714  
Durango, Colorado

Re: Application of Aztec Oil & Gas Company  
for Administrative Approval of an Ex-  
ception to Rule 2 of Order R-1670-C,  
Approving an Unorthodox Drilling Location  
in the Basin-Dakota Gas Pool for the  
Haged #22-G Well.

Gentlemen:

Enclosed for your information and approval is one copy of  
Aztec's captioned application to the New Mexico Oil Conservation  
Commission.

In order to expedite approval of this application, we would  
appreciate your forwarding your consent in the form of a waiver  
directly to the New Mexico Oil Conservation Commission, furnishing  
us a copy of such approval.

Yours very truly,

KAS/et  
Enclosure

# TEXACO

MAIN OFFICE OCC INC.

PETROLEUM PRODUCTS

DOMESTIC PRODUCING DEPARTMENT  
MIDLAND DIVISION



P. O. BOX 3109  
MIDLAND, TEXAS

March 17, 1961

*Waiver*

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

Dear Mr. Porter:

TEXACO Inc., as an offset operator, has been notified of the application of Aztec Oil and Gas Company for an unorthodox location for its Hagood No. 22-G. The proposed unorthodox drilling location is located 660' from the south line and 660' from the west line of Section 20, T-29-N, R-13-W, San Juan County, New Mexico. The well is scheduled to test the Gallup and Dakota formations and will be unorthodox with respect to the pool rules in the Basin Dakota Gas Pool.

TEXACO Inc. has no objections to this request for an unorthodox location in the Basin Dakota Gas Pool and hereby waives all objections to the granting of the permit for this purpose.

Very truly yours,

Roy Whisenhunt  
Assistant Division Manager

JERjr.-MM

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

MAIN OFFICE 000

TENNECO OIL COMPANY • P.O. BOX 1714 • DURANGO, COLORADO

March 9, 1961

*Ward*

New Mexico Oil Conservation Commission  
1000 Rio Brazos Road  
Aztec, New Mexico

Attention: Mr. A. L. Porter, Jr.

Gentlemen:

Tenneco Oil Company has no objection to Aztec Oil and Gas Company's application that they be permitted to drill their Hagood 22-G as a Dakota test on an unorthodox location in the SW/4 Section 20, T. 29 N., R. 13 W., San Juan County, New Mexico.

Very truly yours,

TENNECO OIL COMPANY

*L. B. Plumb*

L. B. Plumb

District Production Superintendent

LBP:bjc

cc: Aztec Oil and Gas Company  
W. T. Wells, Jr.

*Mail to  
Santa Fe  
Ed*



REDFERN & HERD, INC.

MAIN OFFICE 000

WILCO BUILDING  
MIDLAND, TEXAS

POST OFFICE BOX 1747  
TELEPHONE MUTUAL 4-5591

1961 MAR 6 AM 8 12

March 3, 1961

*(Waiver)*

IN REPLY REFER TO  
FILE: San Juan  
10/039 L

Re: Application of Aztec Oil & Gas Company  
for Administrative Approval of an Ex-  
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Approving an Unorthodox Drilling Location  
in the Basin-Dakota Gas Pool for the  
Hagood #22-G Well.

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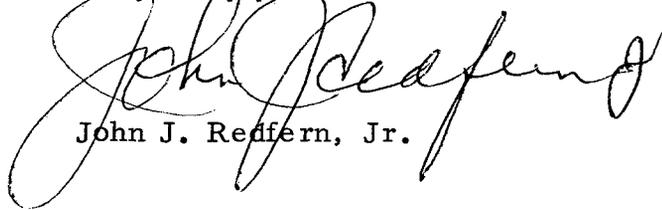
Mr. A. L. Porter, Secretary-Director  
New Mexico Oil Conservation Commission  
P. O. Box 871  
Santa Fe, New Mexico

Dear Mr. Porter:

I have no objection to the application of Aztec Oil &  
Gas Company for an exception to Rule 2 of Order R-1670-C  
as set out in their letter of March 1, 1961.

You may consider this letter my waiver in the case.

Very truly yours,



John J. Redfern, Jr.

JJR:AHT

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