

MAIN OFFICE 000

cc, -acc. -H...
11/18/55

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

NSP-214
due 12/18/55

QUILMAN B. DAVIS
SECRETARY AND GENERAL ATTORNEY
11-17

November 14, 1955

AIR MAIL

Mr. W. B. Macey, Secretary-Director
Oil Conservation Commission
State of New Mexico
P. O. Box 871
Santa Fe, New Mexico

Dear Bill:

Enclosed are applications, each filed in triplicate, for administrative approval of non-standard gas proration units for our E20 No. 1 and E20-A No. 1 gas wells in the Eumont Pool.

In order to expedite approval of the non-standard unit for the E-20 No. 1, I am asking the offset owners to send us a waiver, after receipt of which it will be forwarded to you. I presume that administrative approval of the non-standard unit for the E-20-A No. 1 can proceed without the thirty-day period, since we are the only offset owners within a radius of 1500 feet.

need waiver
from Chesmille
& Texas-buff
otherwise due
on 12/18
(initials)

With thanks and best personal regards, I am

Yours very truly,
Q. B. Davis

QBD:NL
Encs.

MAIN OFFICE 000

1955 NOV 14 PM 1:17

AZTEC OIL & GAS COMPANY

920 MERCANTILE SECURITIES BLDG.

DALLAS 1, TEXAS

November 14, 1955

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

Re: Application for Exception to Rule 5(a) of Order R-520, as Amended, for Establishment of a Non-Standard Gas Proration Unit, Eumont Gas Pool, Lea County, New Mexico

Gentlemen:

Aztec Oil & Gas Company (hereinafter referred to as "Applicant") hereby submits its application for administrative approval of a non-standard gas proration unit comprising the NE $\frac{1}{4}$ of Section 20, Township 20 South, Range 36 East, N.M.P.M., Lea County, New Mexico, as reflected on the plat attached hereto.

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

1. Applicant's State E20-A No. 1 Well, located 1980 feet from the east line and 1980 feet from the north line of Section 20, Township 20 South, Range 36 East, N.M.P.M., Lea County, New Mexico, was completed as a commercial gas well on August 2, 1955 and is expected to be connected to Southern Union Gas Company's pipeline system immediately.
2. The proposed non-standard gas proration unit consists of 160 acres, more or less, which are contiguous quarter quarter sections.
3. In the opinion of Applicant, the entire non-standard gas proration unit requested herein may reasonably be presumed to be productive of gas from a section of the Seven Rivers formation in the Eumont Gas Pool.
4. Applicant owns the entire working interest in the proposed non-standard gas proration unit.
5. The length or width of the proposed non-standard gas proration unit does not exceed 5,280 feet.
6. Applicant owns oil and gas leases covering acreage within a radius

of 1500 feet of the well located on the proposed non-standard gas proration unit.

7. Unless the non-standard gas proration unit, as requested in this application, is approved by the Commission, Applicant will be deprived of the opportunity to recover its just and equitable share of the gas from the reservoir.

Therefore, Applicant respectfully requests the Director of the Commission grant an exception to Rule 5(a) in accordance with the provisions of Rule 5(b) of Order R-520, as amended, approving the non-standard gas proration unit hereinabove requested.

Respectfully submitted,

AZTEC OIL & GAS COMPANY

By Quilman B. Davis
General Attorney

STATE OF TEXAS |
COUNTY OF DALLAS |

Quilman B. Davis, being first duly sworn, hereby states that he is General 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; and 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.

Quilman B. Davis
Quilman B. Davis

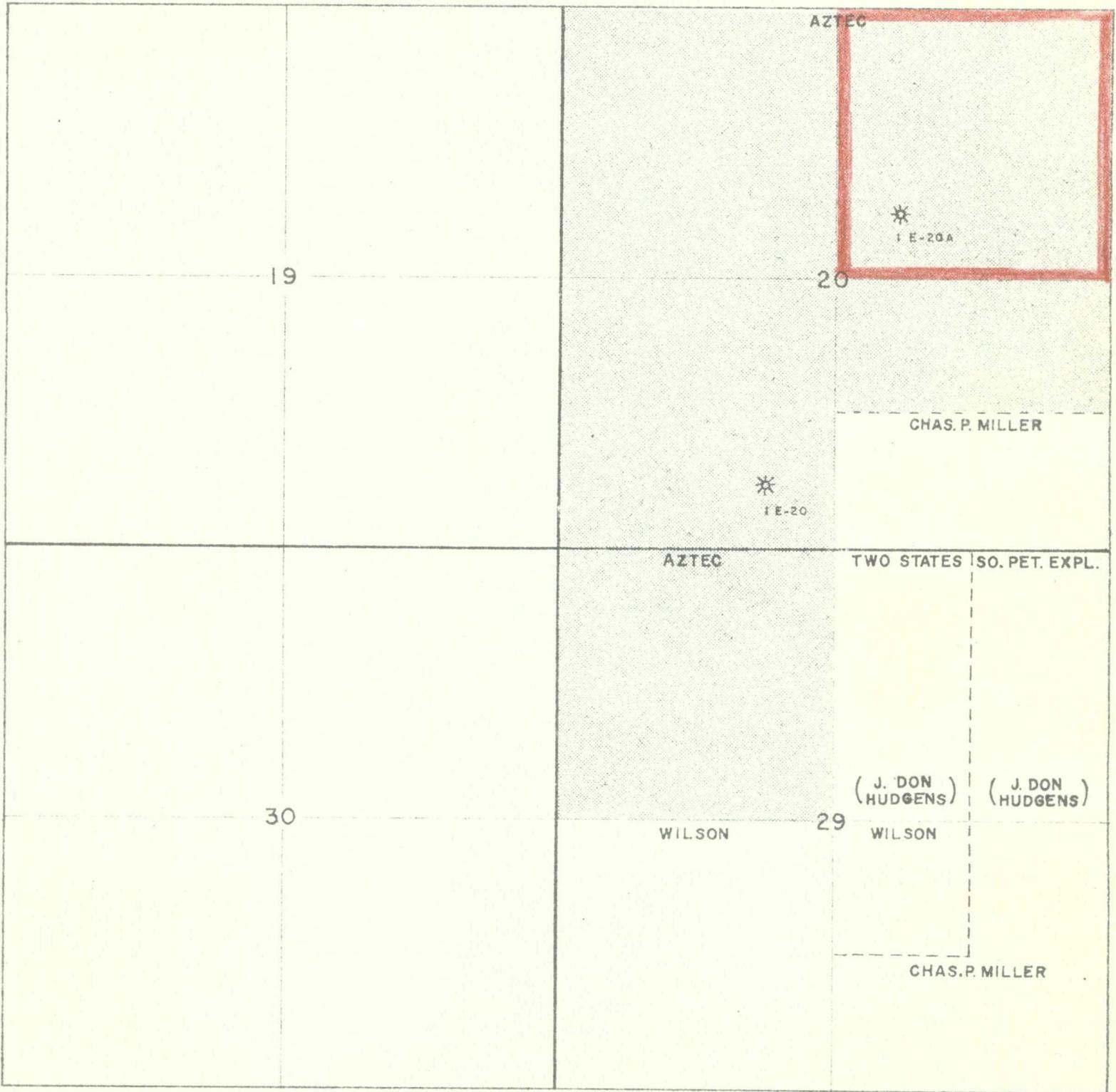
Sworn to and subscribed before me, the undersigned authority, this 14th day of November, 1955.

Naomi D. Langston
Notary Public in and for
Dallas County, Texas

My Commission Expires:

June 1, 1957

SECTION 19, 20, 29, 30 TOWNSHIP T-20-S RANGE R-36-E COUNTY LEA. STATE N.M.



AZTEC OIL & GAS COMPANY
EXHIBIT "A"