## AZTEC OIL & GAS COMPANY

920 MERCANTILE SECURITIES BLDG.
DALLAS 1, TEXAS

August 21, 1961

## 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 Administrative Approval
for an Exception to Rules 2 and 3
of Order R-1800 Approving an Unorthodox Well Location and a NonStandard Proration Unit for the
Aztec-Hagood #29-G Well in the
Cha Cha-Gallup Oil Pool, San Juan
County, New Mexico

Dear Mr. Porter:

Aztec Oil & Gas Company hereby submits its application, in triplicate, for administrative approval of an exception to Rules 2 and 3 of Order R-1800 with respect to the drilling of its Hagood No. 29-G Well.

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

- 1. The proposed unorthodox drilling location has been staked four hundred and fifty feet (450') from the south line and three thousand six hundred feet (3600') from the east line of Section 30, T-29-N, R-13-W, San Juan County, New Mexico, and its unorthodox location is necessitated by topographical conditions.
- 2. Elliott, Inc. is the only other operator in the section in which the well has been located and offsetting operators are Humble Oil & Refining Company and Tenneco Oil Company.
- 3. The non-standard proration unit to be assigned to the well is as follows:

T-29-N, R-13-W, N.M.P.M., San Juan County, New Mexico

Section 30: Lots 3,4,  $\mathbb{E}_{2}^{1}SV_{4}^{1}$  (containing 92.05 acres, more or less)

- 4. The non-standard proration described above is acceptable to the operators named above, having been suggested by one of them. Copies of this Application and the plat attached as Exhibit "A" have been mailed by certified mail to the offset operators named below, with the request that their consent in the form of a waiver be mailed directly to the Commission.
- 5. Rule 4 of Order R-1800 provides authority for the Secretary-Director to grant approval administratively of such non-standard proration units.

Applicant, therefore, respectfully requests that this Application be promptly considered and that approval be administratively granted pursuant to Rule 104(f) and Rule 4 of Order R-1800 for the unorthodox well location and non-standard proration unit described above.

Yours very truly,

AZTEC OIL & GAS COMPANY

Ey Kenneth A. Swanson

Attorney

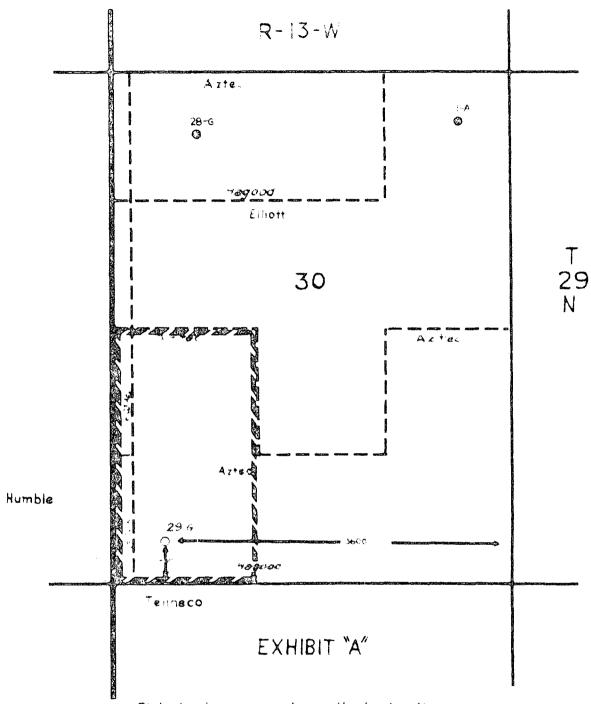
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## OFFSET OPERATORS

Elliott, Inc. P. O. Box 1355 Roswell, New Mexico

Humble Oil & Refining Company P. O. Box 3082 Durango, Colorado

Tenneco Oil Company P. O. Box 1714 Durango, Colorado



Plat showing proposed unorthodox location and non standard proration unit for Aztec Oil & Gas # 29-G Hagood Sec.30 T-29-N R-13-W
San Juan County New Mexico