NW4-7-Auc 5/20/55

MAIN OFFICE AZTEC OIL & GAS COMPANY 920 Mercantile Securities Building Dallas 1, Texas

QUILMAN B. DAVIS APR 20 MI 8-38

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

Connection - April

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, N. M.

Gentlemen:

Aztec Oil & Gas Company hereby submits its application for administrative approval of a non-standard gas proration unit comprising the  $W_2^1$  (or Lets 7, 8, 9, 10, 15, 16, 17, 18) of Section 31, Township 29 North, Range 9 West, N.M.P.M., San Juan County, New Mexico, and in support thereof respectfully states and shows the following:

1. That the Aztec-Cain No. 4 Well, located 990 feet from the South line and 1480 feet from the West line of Section 31, Township 29 North, Range 9 West, was completed November 28, 1954 as a gas well and will be connected to Southern Union Gas Company's pipeline.

2. That the proposed non-standard gas proration unit consists of 197.19 acres which are contiguous lots.

3. That the proposed non-standard gas proration unit lies wholly within a signle 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 company constitutes the only operator, other than Applicant, owning an interest in any of the acreage included in or offsetting the proposed unit, and such company is being notified by registered mail of this proposed non-standard gas proration unit by the mailing of a copy of this application to it:

> Pubco Development, Inc. Box 1360 Albuquerque, New Mexico

Oil Conservation Commission

Page 2

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  $\underline{195}$ , in the United States post office as registered mail, with all charges prepaid, addressed to the party listed in paragraph 5 of this application.

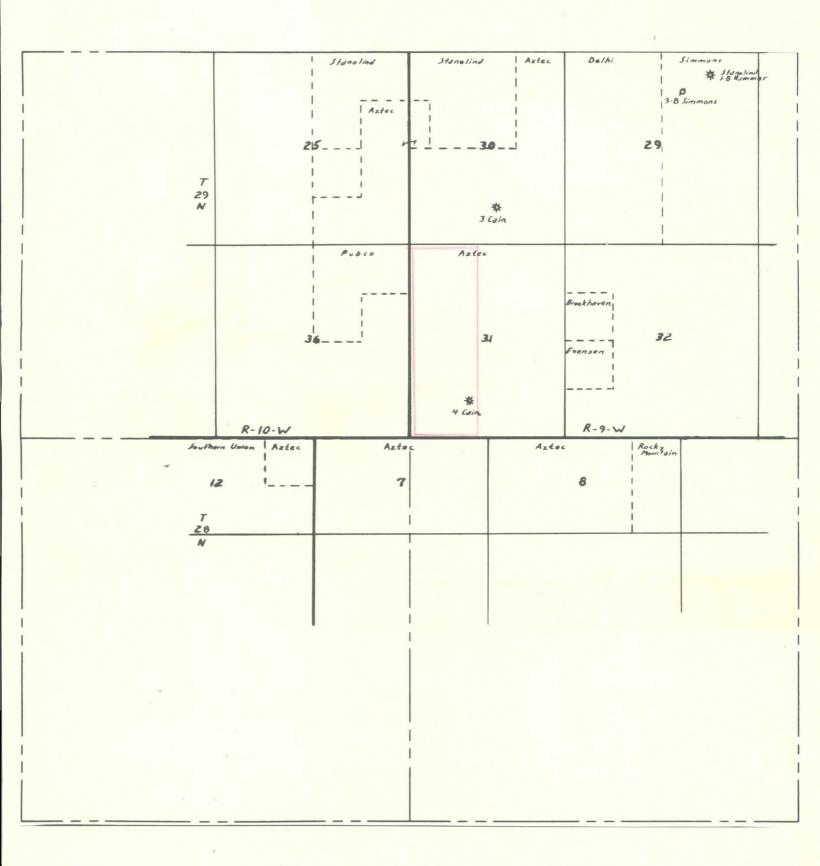
Sworn to and subscribed before me, the undersigned authority, this day of April, 1955.

Notary Public in and f

Dallas County, Texas

My Commission Expires:

June 1, 1955



.