AZTEC OIL & GAS COMPANY

PRENTICE WATTS VICE PRESIDENT PRODUCTION

2000 FIRST NATIONAL BANK BUILDING DALLAS, TEXAS 75202

January 21, 1972

Pubco Petroleum Corporation Box 869 Albuquerque, New Mexico 87103 El Paso Natural Gas Company Post Office Box 1492 El Paso, Texas 79978

Southern Union Production Company Fidelity Union Tower Dallas, Texas 75201

Re: Application for Non-Standard

Proration Unit

Aztec Oil & Gas Company Reid No. 22 (N) Sec. 7-28N-9W San Juan County, New Mexico

Gentlemen:

Please find enclosed Aztec Oil & Gas Company's Application for Administrative approval of a Non-Standard Gas Proration Unit for our Reid No. 22 well in the Blanco Mesaverde Pool. Also, enclosed is a waiver of objection. If you have no objection to our request, please execute the waiver and forward one copy to the New Mexico Cil Conservation Commission and a copy to this office.

Very truly yours,

Prentice Watts

PW:bjr

Encls.

New Mexico Oil Conservation Commission Post Office Box 2088 Santa Fe, New Mexico 87501

Attn: Mr. A. L. Porter