

cc: OCC - Aztec
2/15/55

Wm #4
due 3/6/55

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

MAIN OFFICE OCC

1955 FEB 14 AM 8:52

IN THE MATTER OF THE APPLICATION OF)
ANGELS PEAK OIL COMPANY FOR AN ORDER)
GRANTING APPROVAL OF AN EXCEPTION TO)
RULE 6(A) OF THE SPECIAL RULES AND)
REGULATIONS FOR THE FULCHER KUTZ-)
PICTURED CLIFFS GAS POOL IN ESTABLISH-)
MENT OF A NON-STANDARD GAS PRORATION)
UNIT OF 48.33 CONTIGUOUS ACRES CON-)
SISTING OF LOTS 1 AND 2 IN SECTION 11,)
TOWNSHIP 28 NORTH, RANGE 11 WEST, N.M.P.M.,)
SAN JUAN COUNTY, NEW MEXICO)

CASE NO. _____

Comes now Angels Peak Oil Company (herein referred to as "Applicant") a New Mexico corporation with its principal place of business in the Burt Building, Dallas 1, Texas, and files this its application for an order of the Commission granting approval of an exception to Rule 6(A) of the Special Rules and Regulations for the Fulcher Kutz-Pictured Cliffs Gas Pool, promulgated by the Commission in its Order No. R-565, in establishment of the non-standard gas proration unit described hereinbelow, and in support thereof Applicant respectfully states and shows the following:

2406
24.27
48.33
2

(1) The non-standard gas proration unit for which approval is sought herein contains 48.33 contiguous surface acres substantially in the form of a rectangle and consists of Lots 1 and 2 in Section 11, Township 28 North, Range 11 West, N.M.P.M., San Juan County, New Mexico.

(2) The non-standard size of the tract is due to a variation in legal subdivision of the U. S. Public Land Surveys.

(3) The well for which it is requested that the above-described acreage be the gas proration unit is the Angels Peak #3, which well is located in Lot 1 of the aforesaid Section 11.

(4) In the opinion of Applicant, the entire non-standard gas proration unit referred to herein may reasonably be presumed to be productive of gas from the Pictured Cliffs formation.

(5) Neither the length nor the width of the unit herein proposed exceeds 2640 feet.

(6) In the opinion of Applicant, the well presently located on the proposed unit is capable of efficiently and economically draining the entire area of said unit.

(7) Attached hereto is waiver and consent to the proposed non-standard gas proration unit executed under even date herewith by Congress Oil Company, one of the operators owning interests in the acreage offsetting the proposed unit.

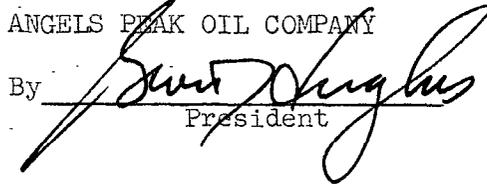
(8) So far as is known to Applicant, Aztec Oil & Gas Company is the only operator other than Congress Oil Company and Applicant owning an interest in any of the acreage offsetting the proposed unit. Attached hereto is a true and complete copy of a letter mailed today under registered cover to said Aztec Oil & Gas Company.

WHEREFORE, premises considered, Applicant prays that the Commission issue an order to Applicant granting approval of the non-standard gas proration unit herein proposed.

Respectfully submitted,

ANGELS PEAK OIL COMPANY

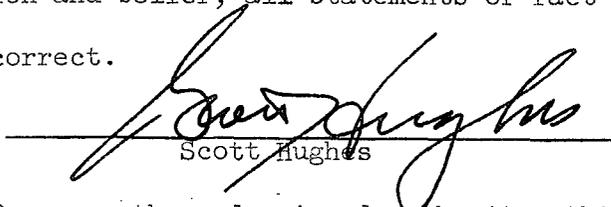
By



President

THE STATE OF TEXAS)
)
COUNTY OF DALLAS)

Scott Hughes, being first duly sworn, hereby states that he is President of Angels Peak Oil Company, the Applicant in the foregoing application; that as such officer he has executed said application on behalf of Angels Peak Oil 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.



Scott Hughes

SWORN TO AND SUBSCRIBED before me, the undersigned authority, this 11th day of February, 1955.



Notary Public in and for
Dallas County, Texas

CONSENT TO NON-STANDARD GAS PRORATION UNIT

Congress Oil Company, a Colorado corporation, hereby expresses its consent to the establishment by Angels Peak Oil Company of a non-standard gas proration unit containing 48.33 acres and consisting of Lots 1 and 2 in Section 11, Township 28 North, Range 11 West, N.M.P.M., San Juan County, New Mexico.

IN WITNESS WHEREOF, this Consent is executed by Congress Oil Company on this the 11th day of February, 1955.

CONGRESS OIL COMPANY

By


Vice President

ANGELS PEAK OIL COMPANY
CONGRESS OIL COMPANY
SUMMIT OIL COMPANY

BURT BUILDING
DALLAS 1, TEXAS

February 11, 1955

Aztec Oil & Gas Company
920 Mercantile Securities Building
Dallas 1, Texas

Gentlemen:

This is to advise you that Angels Peak Oil Company is this day mailing for filing with the New Mexico Oil Conservation Commission an application for an order of the Commission granting approval of an exception to Rule 6(A) of the Special Rules and Regulations for the Fulcher Kutz-Pictured Cliffs Gas Pool promulgated by the Commission in its Order No. R-565, in establishment of a non-standard gas proration unit of 48.33 contiguous acres consisting of Lots 1 and 2 in Section 11, Township 28 North, Range 11 West, N.M.P.M., San Juan County, New Mexico. We give you this advice since, according to our records, you own an interest in certain acreage offsetting the unit proposed.

If you have no objection to establishment of the above-described non-standard unit, we will appreciate your so advising us by return mail. If, on the other hand, you wish to object to such unit you should give written notice to that effect to the Commission within 20 days after the date of this letter.

Very truly yours,

ANGELS PEAK OIL COMPANY

By /s/ Scott Hughes
President

SH:C

Via Registered Mail