May 20, 1955

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

Attention: Mr. Quilman B. Davis

Administrative Order NWU-80

Gentlemen:

WBM/ir

Reference is made to your application for approval of a 160-acre nonstandard gas proration unit in the Fulcher Kutz-Pictured Cliffs Gas Pool consisting of the following acreage:

> Township 28 North, Range 11 West, NMPM N/2 SW/4, W/2 NW/4 of Section 14

It is understood that this unit is to be ascribed to your Aztec Well No. 3, located 2340 feet from the North line and 202 feet from the West line of Section 14, Township 28 North, Range 11 West, NMPM, San Juan County, New Mexico.

By authority granted me under provisions of Rule 6, Section (b) of the Special Rules and Regulations for the Fulcher Kutz-Pictured Cliffs Gas Pool, as set forth in Order R-565, you are hereby authorized to operate the above described acreage as a non-standard gas provation unit, with allowable to be assigned thereto in accordance with pool rules, based upon the unit size of 160 acres.

Very truly yours.

W. B. MACEY, Secretary-Director

cc: Oil Conservation Commission - Aztec, New Mexico