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April 28, 1960

ADDRESS REPLY TO POST OFFICE BOX 997 FARMINGTON, NEW MEXICO

Mr. A. L. Porter, Secretary-Director New Mexico Oil Conservation Commission Post Office Box 871 Santa Fe, New Mexico

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Application of Aztec Oil & Gas Re: Company for an exception to Rule 1 (A) of Order No. R-126-D for approval of a non-standard gas proration unit in the Blanco Mesaverde Gas Pool, San Juan County, New Mexico

Dear Mr. Porter:

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El Paso Natural Gas Company being an offsetting operator to the proposed non-standard gas proration unit comprising all of lots 8,9,14 and 15 and the SE/4 of Section 6, Township 27 North, Range 9 East, N.M.P.M., San Juan County, New Mexico, hereby consents to the above described unit containing 338.24 acres.

Verv truly vo Harry gevertz

Division Landman Geological & Exploration Department

HG:bjs

Mr. Kenneth A. Swanson cc: Aztec Oil and Gas Company 920 Mercantile Securities Bldg. Dallas 1, Texas

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920 MERCANTILE SECURITIES BLDG.

LAND DEPARTMENT H. L. Snider, Jr., Manager Kenneth A. Swanson, Attorney

April 25, 1960



CERTIFIED MAIL RETURN RECEIPT REQUESTED

Mr. A. L. Porter, Secretary-Director New Mexico Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico

> Re: Application of Aztec Oil & Gas Company for an Exception to Rule 1(A) of Order No. R-128-D for approval of a Non-Standard Gas Proration Unit in the Blanco Mesaverde Gas Pool, San Juan County, New Mexico

Dear Mr. Porter:

Under date of April 15, 1960, Aztec Oil & Gas Company submitted its application, pursuant to Rule 1(A) of the special rules pertaining to the Blanco Mesaverde Gas Pool of Order No. R-128-D, for an exception to Rule 1(A) of such rules and requested administrative Approval of a Non-Standard Gas Proration Unit comprising all of Lots 8, 9, 14 and 15 and the SE_{4}^{1} of Section 6, T-27-N, R-9-W, N.M.P.M., San Juan County, New Mexico.

In support of such request, the following was respectfully stated:

"(6) So far as is known to Applicant, American Petrofina, Inc. and El Paso Natural Gas Company are the only operators owning acreage outside of the section in which the unit is located but which is offsetting this non-standard unit, and such operators have been furnished a copy of this application with the request that their consent to this non-standard gas proration unit be forwarded directly to the Commission in order to expedite approval."

American Petrofina, Inc. has advised that assignment has been made to Petro Atlas, Inc. of the NW_{4}^{1} and $N_{2}^{1}SW_{4}^{1}$ of Section 8, T-27-N, R-9-W, N.M.P.M., the acreage shown on the plat accompaning said application as belonging to American Petrofina, Inc. Mr. A. L. Porter

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April 25, 1960

Aztec Oil & Gas Company has furnished Petro Atlas, Inc. with a copy of said Application with the request that consent to such nonstandard gas proration unit be forwarded directly to the Commission, in order to expedite approval.

WHEREFOR, Aztec Oil & Gas Company respectfully requests that its application for an exception to Rule l(A) of the Special Rules for the Blanco Mesaverde Gas Pool of Order No. R-128-D, dated April 15, 1960, be amended to substitute the name of Petro Atlas, Inc. for American Petrofina, Inc., both in the application and on the accompaning plat and that in all other respects said application continue in full force and effect.

Yours very truly,

AZTEC OIL & GAS COMPANY

By Kenneth A. Swanson

Attorney

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STATE OF TEXAS) COUNTY OF DALLAS)

Kenneth A. Swanson, being first duly sworn, hereby states that he is the attorney of 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 contained therein are true and correct.

a. Savannon Kenneth A. Swanson

Sworn to and subscribed before me, the undersigned authority, on this 25th day of April, 1960.

Notary Public in and for Dallas County, Texas

My Commission Expires:

June 1, 1961

AZTES OIL & GAS COMPANY 920 MERCANTILE SECURITIES BLDG.

DALLAS 1. TEXAS

April 15, 1960

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ICAND DEPARTMENTIN 11 - 49 H. L. SNIDER, JR., MANAGER KENNETH A. SWANSON, ATTORNEY

REGISTERED MAIL

Mr. A. L. Porter, Secretary-Director New Mexico Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico

> Re: Application of Aztec Oil & Gas Company for an Exception to Rule 1(A) of Order No. R-128-D for Approval of a Non-Standard Gas Proration Unit in the Blanco Mesaverde Gas Pool, San Juan County, New Mexico

Dear Mr. Porter:

Pursuant to Rule 1(A) of the special rules pertaining to the Blanco Mesaverde Gas Pool of Order No. R-128-D, Aztec Oil & Gas Company hereby submits in triplicate its application for an exception to Rule 1(A) of such rules, and requests Administrative Approval of a Non-Standard Gas Proration Unit comprising all of Lots 8, 9, 14 and 15 and the SE_{4}^{1} of Section 6, T-27-N, R-9-W, N.M.P.M., San Juan County, New Mexico. It further requests that pursuant to said special rules and upon approval of such Non-Standard Proration Unit, Applicant be granted an allowable for such well in the ratio which the area of the Non-Standard Proportion Unit bears to a Proration Unit of 320 acres; i.e. 338.24/320.

In support of this request for a Non-Standard Proration Unit, Applicant respectfully states and shows the following:

(1) The unorthodox size of the Proration Unit is due to a variation in legal subdivision of the United States Public Land Survey.

(2) The proposed Non-Standard Proration Unit consists of contiguous quarter-quarter sections and/or lots.

(3) The Non-Standard Gas Proration Unit lies wholly within a single governmental section.

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(4) The entire Non-Standard Gas Proration Unit may reasonably be presumed to be productive of gas.

(5) Applicant owns all of the acreage within the section on which is located the proposed Non-Standard Unit, as is indicated on Exhibit "A" attached hereto and by reference made a part hereof.

(6) So far as is known to Applicant, American Petrofina, Inc. and El Paso Natural Gas Company are the only operators owning acreage outside of the section in which the unit is located but which is offsetting this non-standard unit, and such operators have been furnished a copy of this application with the request that their consent to this non-standard gas proration unit be forwarded directly to the Commission in order to expedite approval.

WHEREFOR, Aztec Oil & Gas Company respectfully requests that the Secretary-Director of the Commission, by Administrative Approval, grant an exception to Rule 1(A) of the Special Rules for the Blanco Mesaverde Gas Pool of Order No. R-128-D, without notice and hearing, approving the Non-Standard Gas Proration Unit set forth above.

Yours very truly,

AZTEC OIL & GAS COMPANY

Attorney

Keinetha. Swannon Kenneth A. Swanson

April 15, 1960

Mr. A. L. Porter

STATE OF TEXAS)

COUNTY OF DALLAS

Kenneth A. Swanson, being first duly sworn, hereby states that he is the attorney of 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 contained therein are true and correct.

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Kenneth A

Sworn to and subscribed before me, the undersigned authority, on this 15th day of April, 1960.

Notary Public in and fo Dallas County, Texas

My Commission Expires:

June 1, 1961

