

Handwritten:
539
12-14-66
on when
from P. O. Box
comes in

ARTEC OIL & GAS COMPANY

2000 FIRST NATIONAL BANK BUILDING
DALLAS, TEXAS 75202

LAND DEPARTMENT
KENNETH A. SWANSON, MANAGER

Vertical stamp:
RECEIVED
NOV 14 1966

November 9, 1966

Mr. A. L. Porter, Jr.
Secretary-Director
New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico

Re: Application of Aztec Oil & Gas Company
for Exception to Rule 5(A) of Order
R-1670 for a Non-Standard Proration Unit,
South Blanco-Pictured Cliffs Gas Pool,
San Juan County, New Mexico

Dear Mr. Porter:

In accordance with Rule 5(B) of Order R-1670, Aztec Oil & Gas Company hereby submits its application in triplicate for an exception to Rule 5(A) of said order and requests administrative approval for a Non-Standard Gas Proration Unit in the South Blanco-Pictured Cliffs Gas Pool. The name, description of the drilling block, and the size of the proration unit covered by this application is as follows:

<u>Well Name & Drilling Block</u>	<u>Location</u>	<u>No. of Acres</u>	<u>Kind of Well</u>
Aztec-Hanks #21 T-27-N, R-9-W Section 6: Lots 8,9,14,15	790' from North line & 1850' from East line of Section 6, T-27-N, R-9-W	178.84	Gas

In support of this application, Aztec Oil & Gas Company states and shows the following:

- (1) The unorthodox size of the non-standard gas proration unit is due to a variation in legal subdivision of the United States Public Land Survey.
- (2) The non-standard gas proration unit consists of contiguous quarter-quarter sections and/or lots.

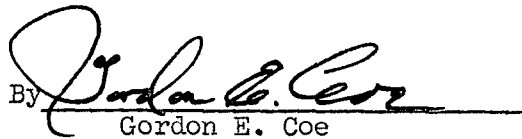
November 9, 1966

- (3) The non-standard gas proration unit lies wholly within a single governmental section.
- (4) The entire non-standard gas proration unit may reasonably be presumed to be productive of gas from the South Blanco-Pictured Cliffs Gas Pool.
- (5) Aztec Oil & Gas Company owns all the acreage within the section on which is located the non-standard gas proration unit as is indicated on Exhibit "A", attached hereto and by reference made a part hereof.
- (6) So far as is known to Aztec Oil & Gas Company, the only operator owning acreage outside of the section in which the unit is located, but offsetting said unit is El Paso Natural Gas Company. Such operator has been furnished a copy of this application by certified mail with the request that it forward its approval of the non-standard gas proration unit directly to the Commission in order to expedite approval.

Wherefor, Aztec Oil & Gas Company, respectfully requests that the Secretary of the Commission by administrative approval grant an exception to Rule 5(A) of Order R-1670, without notice and hearing and approve the non-standard gas proration unit set forth above.

Very truly yours,

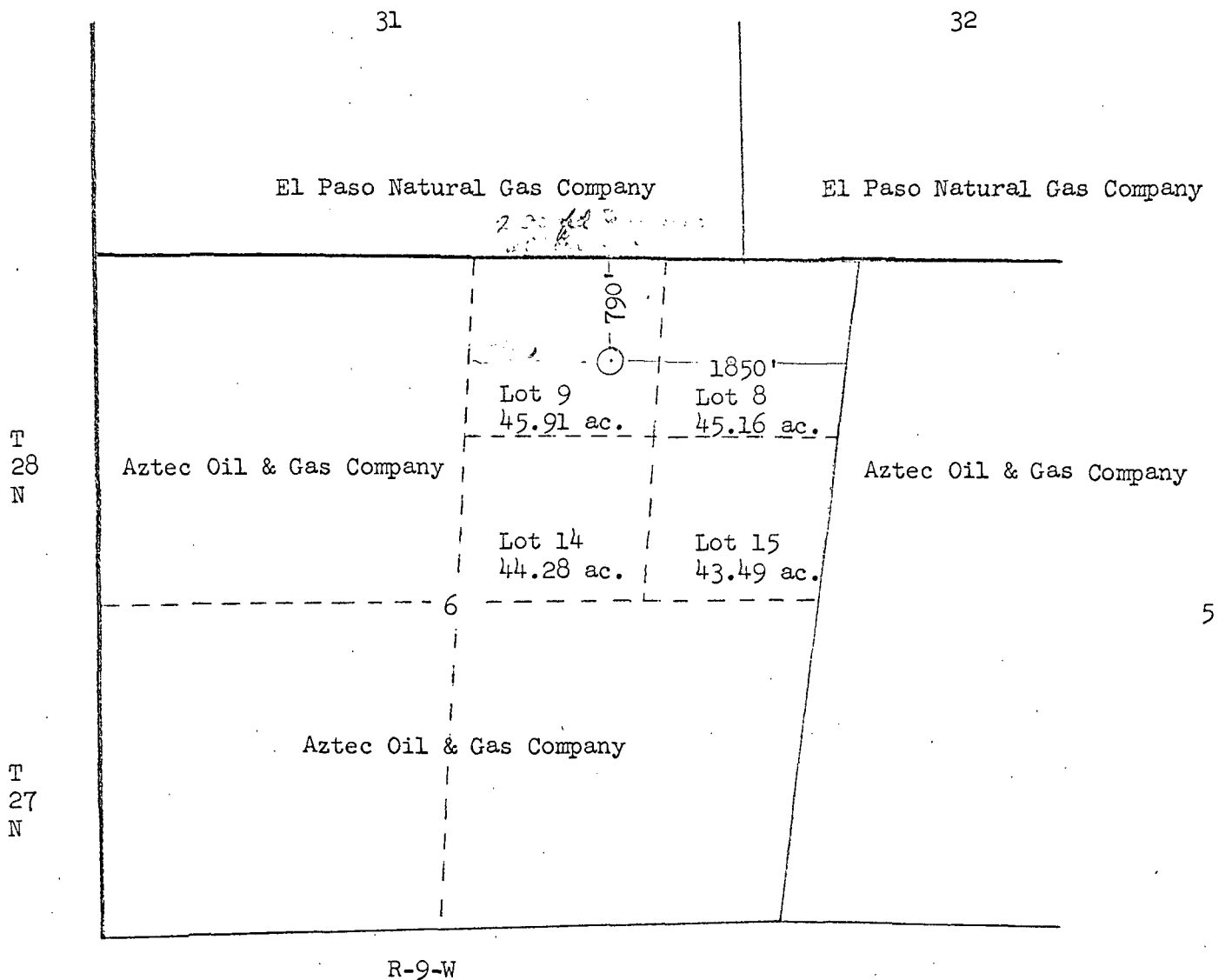
AZTEC OIL & GAS COMPANY

By 
Gordon E. Coe
Attorney

GEC:sbb
Attachment

cc: El Paso Natural Gas Company
P. O. Box 1492
El Paso, Texas

Mr. P. R. Watts



Scale 1" = 1320'

Plat Accompanying Application For
178.84 acre Non-Standard Unit in
South Blanco-Pictured Cliffs Gas
Pool for the Aztec-Hanks No. 21 Well