

WARREN-BRADSHAW EXPLORATION CO.

HOUSE WIN STORE

PRODUCTION DEPARTMENT

NATIONAL BANK OF TULSA BUILDING TULSA, OKLAHOMA

November 6, 1958

New Mexico Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico

Attention: Mr. A. L. Porter,

Secretary-Director

Gentlemen:

The Aztec Oil & Gas Company, 920 Mercantile Securities Building, Dallas 1, Texas, has made application to the NMOCC for an exception to Rule 2 of Order No. R-520, For Administrative Approval of a Non-Standard Location in the Eumont Gas Pool, Lea County, New Mexico, and to Rule 5(a) of Order No. R-520 for Administrative Approval of a Non-Standard Gas Proration Unit in the Eumont Gas Pool, Lea County, New Mexico, for its State E-33 #2 well which is located on the NW $^1_{\chi}$ NW $^1_{\chi}$ of Section 33, Township 20 South, Range 36 East, Lea County, New Mexico.

This is to advise that we have no objection to the approval of this application.

Yours very truly,

R. W. Arriendell

Production Coordinator

Warrendiel

RWA:is

cc: Aztec Oil & Gas Company

920 Mercantile Securities Bldg.

Dallas 1, Texas

T. S.

AZTEC DIL & GAS COMPANY

920 MERCANTILE SECURITIES BLDG.

DALLAS 1, TEXAS

October 28, 1958

REGISTERED MAIL
RETURN RECEIPT REQUESTED

Mr. A. L. Porter, Secretary-Director New Mexico Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico Marters 1958

(on wasters 301 958)

Re: Application of Aztec Oil & Gas
Company for: I. Exception to
Rule 2 of Order No. R-520, For
Administrative Approval of a
Non-Standard Location in the
Eumont Gas Pool, Lea County,
New Mexico; II. Exception to
Rule 5(a) of Order No. R-520
For Administrative Approval
of a Non-Standard Gas Proration
Unit in the Eumont Gas Pool,
Lea County, New Mexico.

Dear Mr. Porter:

I.

Pursuant to Rule 3 of Order No. R-520, Aztec Oil & Gas Company hereby submits its application for an exception to the well location regulations of Rule 2 of Order No. R-520, and it requests approval of a non-standard location of its natural gas well known as the State E-33 #2 well which is located on the $NW_{\mu}^{1}NW_{\mu}^{1}$ of Section 33, Township 20 South, Range 36 East, N.M.P.M., Lea County, New Mexico.

In support of the request for a non-standard location, Aztec Oil & Gas Company respectfully states and shows the following:

(1) The non-standard location of the well is six hundred and sixty feet (660') from the North line and nine hundred and ninety feet (990') from the West line of Section 33, Township 20 South, Range 36 East, N.M.P.M., Lea County, New Mexico. This non-standard location is occasioned by the recompletion of a well previously drilled to another horizon.

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- (2) Applicant's State E-33 #2 well was originally drilled and completed as a producing oil well in the Seven Rivers formation of the Eumont Cas Pool on May 7, 1955. The well ceased to produce oil and was recompleted in the Yates formation of the Eumont Cas Pool as a natural gas well on October 10, 1958. On October 18, 1958, the well was tested as a gas well with an absolute open flow of 920 MCF per day.
- (3) Attached hereto as Exhibit "A" is a list of the Operators, so far as is known to Applicant, that own mineral rights on the acreage offsetting the above described well within 1980 feet.

A copy of this application has been forwarded by Registered Mail to the appropriate parties listed on Exhibit "A" with a request that they forward their approval of the non-standard location directly to the Commission in order to expedite approval.

(4) Attached hereto as Exhibit "B" is a plat showing the location of the above well, the acreage dedicated thereto, and the offset owners to such acreage.

II.

Pursuant to Rule 5(b) of Order No. R-520, Aztec Oil & Gas Company hereby submits its application for an exception to Rule 5(a) of Order No. R-520, and it requests administrative approval of a non-standard gas proration unit comprising the NW_{1}^{1} of Section 33, Township 20 South, Range 36 East, N.M.P.M., Lea County, New Mexico. If is further requested that pursuant to Rule 8 of Order No. R-520 as amended by Rule 6(b) of Order No. R-967, and upon approval of such non-standard proration unit, Aztec be granted an allowable for such well in the ratio which the area of such unit bears to a proration unit of 160 acres; i.e. 160/160 giving an acreage factor of 1.00.

In support of this request for a non-standard proration unit, Aztec respectfully states and shows the following:

(1) The proposed non-standard proration unit is in the form of a square and consists of contiguious quarter-quarter sections.

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- (2) The non-standard proration unit lies wholly within a single governmental section.
- (3) The entire non-standard gas provation unit may reasonably be presumed to be productive of gas.
- (4) Neither the length nor the width of the proposed unit exceeds 5280 feet.
- (5) All Operators, so far as is known to Applicant, that own acreage within the section offsetting this non-standard unit are indicated on Exhibit "A" and are shown on Exhibit "B" attached hereto and such operators have been furnished a copy of this application by Registered Mail with a request that they forward their approval of this non-standard gas proration unit directly to the Commission in order to expedite approval.
- (6) The acreage comprising this proposed non-standard proration unit shall be dedicated to the well known as Aztec's State E-33 #2 well.

WHEREFOR, Aztec Oil & Gas Company respectfully requests:

- 1. That the Secretary-Director of the Commission by administrative approval grant an exception to Rule 2 of Order No. R-520, without notice and hearing, approving the Non-Standard Location set forth under "I" above; and,
- 2. That the Secretary-Director of the Commission by administrative approval grant an exception to Rule 5(a) of Order No. R-520, without notice and hearing, approving the Non-Standard Gas Proration Unit set forth under "II" above.

Yours very truly,

AZTEC OIL & GAS COMPANY

Gordon L. Llewellyn

Attorney

STATE OF TEXAS)
COUNTY OF DALLAS)

Gordon L. Llewellyn, 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.

Gordon L. Llewellyn

Sworn to and subscribed before me, the undersigned authority, on this 28th day of October, 1958.

My Commission Expires:

June 1, 1959

Notary Public in and for Dallas County, Texas

EXHIBIT "A"

- * Bell Oil Company, Ltd. P. O. Box 4485 Midland, Texas
- * Charles P. Miller P. O. Box 385 Hobbs, New Mexico
- ** Charm Oil Company
 31 Carper Building
 Artesia, New Mexico
- ** Warren-Bradshaw Exploration Company 3109 West Chio Midland, Texas
- * Within 1980' of subject well; therefore, notified for N.S.L. request.
- ** Within the same section as the subject well; therefore, notified for N.S.P.U. request.



NSL & NSP APPLICATION EXHIBIT "B" STATE E-33 NO.2



AZTEC OIL & GAS COMPANY

SEC, 33-T20S-R36E LEA CO, N.M.

	RESLER- AZTEC SHELDON 1-A 1-A STATE	E-27 STATE	EO .	CACTUS 2	GULF GULF Eo	E 0 2 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4	SEALE - FED. 160 ACRES 3 4 4 4 6 6	
28	PENROSE 2 6 6 6 6 6 6	MAGRUDER-STATE	EO EO	1 7	SPX STATE 2 EO EO	CHARM EO EO	COLL COLL EO EO EO	
	AZTEC 2 • sl E0	E-28 STATE	3 - • EO			WARREN - BRAD.		
	WILSON MILLER		STATE	SINCLAIR 1	12 ACRES	AMERADA		STATE