

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF AZTEC OIL & GAS COMPANY FOR APPROVAL OF AN UNORTHODOX GAS PRORATION UNIT IN THE BLINEBRY POOL, LEA COUNTY, NEW MEXICO

case no. <u>622</u>

APPLICATION

The undersigned Applicant, Aztec Oil & Gas Company, respectfully petitions the Commission for the issuance of an order approving an unorthodox gas proration unit in the Blinebry Gas Pool comprising the $NE_{\frac{1}{4}}^{\frac{1}{4}}$ of the $NE_{\frac{1}{4}}^{\frac{1}{4}}$ of Section 10, Township 21 South, Range 37 East, N.M.P.M., Lea County, New Mexico, as depicted on the plat attached hereto as Exhibit "A", and containing 40 acres, more or less.

In support of this application, Applicant alleges and states:

- l. That Applicant is a corporation organized under the laws of the State of Delaware and is qualified to transact business in the State of New Mexico. Its principal place of business is located at 1104 Burt Building, Dallas, Texas, and it also maintains an office at Hobbs and Farmington, New Mexico.
- 2. That Applicant is the present owner and holder of an oil and gas lease executed by Frank W. Dauron and his wife, as Lessors, covering and embracing the $NE_{\frac{1}{4}}^{\frac{1}{4}}$ of the $NE_{\frac{1}{4}}^{\frac{1}{4}}$ of Section 10, Township 21 South, Range 37 East, N.M.P.M., Lea County, New Mexico.
- 3. That Applicant has heretofore obtained authorization from the Commission to dually complete its Dauron No. 2 Well for the purpose of producing gas from the Blinebry formation.
- 4. That the Dauron No. 2 Well is located 660' South of the North line, and 525' West of the East line of Section 10, Township 21 South, Range 37 East, N.M.P.M., and the gas production from such well is being taken by Southern Union Gas Company into its Lea County gathering system.
- 5. That Applicant has not been able as yet to effectively pool the above lease so as to form an orthodox gas proration unit.

6. It is Applicant's belief that approval of the proposed unorthodox gas proration unit will not seriously affect or jeopardize future drilling in the area.

Therefore, Applicant respectfully requests that this matter be set down for hearing before the Commission; that notice thereof be given as required by law and the regulations of the Commission; and that upon final hearing the Commission enter its order approving the unorthodox gas proration unit as requested by Applicant in this application.

Respectfully submitted,
AZTEC OIL & GAS COMPANY

Tts Attorney

STATE OF TEXAS)

COUNTY OF DALLAS)

Subscribed and sworn to before me by Quilman B. Davis, Attorney of Aztec Oil & Gas Company, the above named Applicant, this 10th day of November, 1953.

Notary Public in and for Dallas County, Texas

My Commission Expires:

June 1, 1955