AZTEC OIL & GAS COMPANY

920 MERCANTILE SECURITIES BLDG.

DALLAS 1. TEXAS

August 27, 1959

AIR MAIL REGISTERED MAIL RETURN RECEIPT REQUESTED

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

ATTENTION: Mr. Elvis A. Utz, Examiner

Re: Case No. 1750, Application for Exception to Rule 309 (a) for Permission to Commingle Oil from Two Separate Leases in Lea County,

New Mexico

Gentlemen:

On August 12, 1959, Aztec Oil & Gas Company filed its application requesting an Examiner Hearing to consider granting Applicant an exception to Rule 309 (a) for permission to commingle oil from Applicant's State of New Mexico Oil and Cas Lease E-8233 and its United States Oil and Cas Lease NM-016804. This application has been set for an Examiner Hearing September 2, 1959, under Case No. 1750.

Since the State Land Office, State of New Mexico, and the United States Geological Survey have both denied their consent to such commingling, Applicant respectfully requests that Case No. 1750 be dismissed without prejudice.

Very truly yours,

AZTEC OIL & GAS COMPANY

Gordon L. Llewellyn

Attorney

GLL/jld

cc: Mr. John Anderson Mr. Jim A. Knauf McGrath and Smith Fren Oil Company Brinson and Woodall Continental Oil Company Carper Drilling Company Mr. Lester Duke

Mr. Murray E. Morgan Humble Oil & Refining Company Southern Union Gas Company Mr. E. A. Hanson

Mr. H. T. Brinson

Mr. Prentice Watts