Stogner, Michael

From:Paul R. Owen[SMTP:POwen@westofpecos.com]Sent:Wednesday, March 08, 2000 4:01 PMTo:Stogner, MichaelSubject:Administrative Order NSL-4399

Mr. Stogner--

This afternoon in your office we discussed Administrative Order NSL-4399, in which the NMOCD grants the administrative application of Yates Petroleum Corporation for approval of an unorthodox well location for its proposed Cupid "AUG" State Well No. 1. In its application, Yates sought approval of a location 1150 feet from the North line and 2450 feet from the West line (Unit C) of Section 22, Township 11 South, Range 34 East, NMPM, Lea County, New Mexico. Administrative Order NSL-4399 approved that location.

Upon receipt of the Order, Yates discovered that by typographical error, we requested approval for an incorrect location in the original application. The location which Yates has staked for the well, and of which it needs approval, is 1050 feet from the North line and 2420 feet from the West line (Unit C) of Section 22, Township 11 South, Range 34 East, NMPM, Lea County, New Mexico.

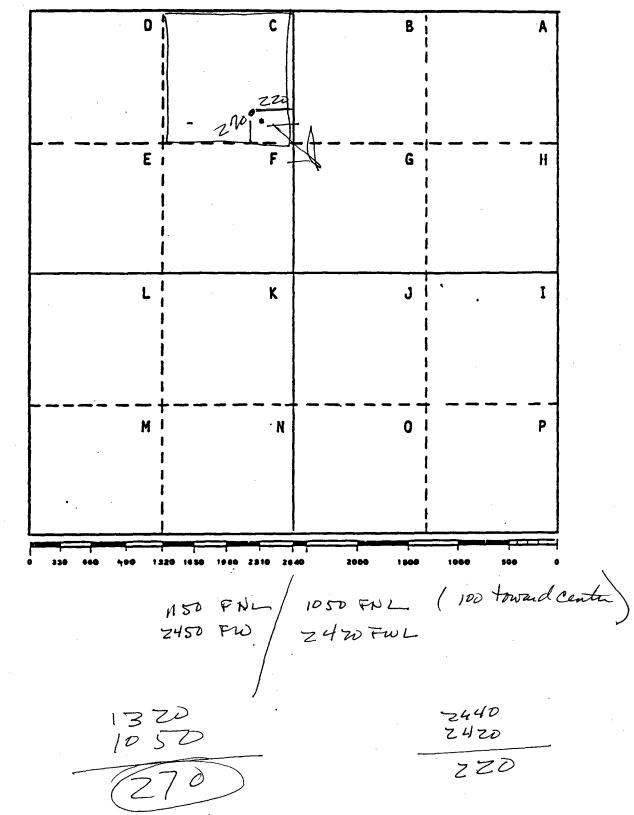
The correct location is closer to a standard location than that originally requested by Yates and approved by Administrative Order NSL-4399. As indicated in Yates' original application, the proposed location is located on State of New Mexico acreage and only encloses on acreage with common working interest, royalty and overriding royalty interest ownership. The correlative rights of no interest owners will be adversely impacted by a well at this proposed unorthodox location, and therefore no affected persons as defined in Rule 1207. A to whom notice of this application should be provided.

By this e-mail, Yates requests that the NMOCD issue an amended Order approving the correct location for the proposed Cupid "AUG" State Well No. 1, at a location 1050 feet from the North line and 2420 feet from the West line (Unit C) of Section 22, Township 11 South, Range 34 East, NMPM, Lea County, New Mexico.

Your assistance in this matter is greatly appreciated.

Paul R. Owen Attorney at law

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