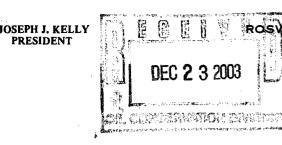
12-23-2003 State of New Mexico Fram OIL CONSERVATION COMMISSION MICHAEL E. STOGNER Memo Jo / pe / tell I received the attac for of the interest annership by ater of · See. 23. hanke STATE OF NEW MEXICO فالمح معلى وعاليتهم والمحاص فلكم والمحاص والمحالي والمحالي والمحالي والمحالي والمحالي والمحالي والمحالي والمحا MICHAEL E. STOGNER CHIEF HEARING OFFICER PETROLEUM ENGINEER edergenere e 1220 SOUTH ST. FRANCIS DRIVE SANTA FE, NM 87505 OFFICE: (505) 476-3465 E-MAIL: mstogner@state.nm.us OIL DIVISION

## ELK OIL COMPANY



BOX 310 ELL, NEW MEXICO 88202 (505) 623-3190

December 18, 2003

Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505

Attention: Michael Stogner

Re: Conestoga State #1 Well <u>Township 8 South, Range 27 East, NMPM</u> Section 14: 330' FSL and 990' FEL Chaves County, New Mexico

Gentlemen:

Enclosed please find letter dated December 16, 2003 from Yates Petroleum Corporation to Elk Oil Company granting non-standard approval for the above referenced well.

If there are any further questions, please advise.

Yours very truly,

ELK OIL COMPANY

100 Joseph J.Kelly

and a second state of the second states and

President

JJK/jgb Enc. MARTIN YATES, III 1912 - 1985 FRANK W. YATES 1936 - 1986



S. P. YATES CHAIRMAN OF THE BOARD JOHN A. YATES PRESIDENT

PEYTON YATES EXECUTIVE VICE PRESIDENT RANDY G. PATTERSON SECRETARY DENNIS G. KINSEY TREASURER

CONTRACTOR OF

105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210-2118 TELEPHONE (505) 748-1471

December 16, 2003

Elk Oil Company Attn: Joe Kelly P. O. Box 310 Roswell, NM 88202-0310

Re:

Conestoga State #1 Well <u>Township 8 South, Range 27 East, NMPM</u> Section 14: 330' FSL and 990' FEL Chaves County, New Mexico

Dear Mr. Kelly:

Yates Petroleum Corporation as operator of the S/2 of Section 13 and as a working interest owner in Section 24 of Township 8 South, Range 27 East and Yates Drilling Company, Myco Industries, Inc. and Abo Petroleum Corporation as working interest owners in S/2 of Section 13 and Section 24, hereby waive objection to Elk Oil Company's re-entry of the captioned well at said location. Said waiver is based on the belief and understanding that the Conestoga State #1 well is a re-entry of an existing well bore located at 330' FSL and 990' FEL of Section 14, Township 8 South, Range 27 East, NMPM. In the event this understanding is not correct, we withdraw this waiver.

If you have any question please contact me at (505) 748-4349.

Very truly yours,

YATES PETROLEUM CORPORATION

Chuck Moran Landman

CEM:tv