

Warnell, Terry G, EMNRD

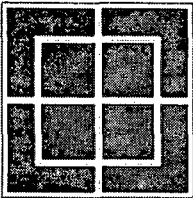
From: Gary Larson [glarson@hinklelawfirm.com]
Sent: Friday, May 11, 2012 4:45 PM
To: Ezeanyim, Richard, EMNRD
Cc: Warnell, Terry G, EMNRD; Kevin Klein (kklein@yatespetroleum.com)
Subject: Cases ~~14776~~ and 14777

Richard,

On behalf of Yates Petroleum, this is to request that the Division dismiss Case Nos. 14776 and 14777. In its application in each of the cases, Yates requested approval of an 80 acre unit for the drilling of a directional well, based on its interpretation of Order No. R-12119.

Subsequently, Yates has determined, with your input, that instead of requesting approval of 80 acre units for the wells it should file new applications requesting administrative approval of (i) exceptions to Rule 2 in Order No. R-12119, and (ii) nonstandard 40 acre units for the two directional wells.

Gary



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