

State of New Mexico  
**ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT**  
Santa Fe, New Mexico 87505



July 6, 1995

Campbell, Carr & Berge, P.A.  
P.O. Box 2208  
Santa Fe, New Mexico 87504-2208

Attention: Mr. William F. Carr

Re: Division Order No. R-10349  
Yates Petroleum Corporation  
Quincy "AMQ" SA PM Project  
Chaves County, New Mexico

Dear Mr. Carr:

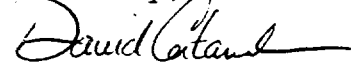
Reference is made to your inquiry dated April 24, 1995, whereby you requested written confirmation that Division Order No. R-10349 does not need to be amended to reflect that additional injection perforations within the P1 San Andres porosity interval were added to the Quincy "AMQ" State Well No. 8.

Please be advised that while I do not intend to formally amend Division Order No. R-10349, I would like to issue a letter approving the amended injection interval. In order to issue such a letter, the additional data described below shall be submitted:

- a) a copy of the electric log section from the subject well showing that the additional perforated interval is contained within the P1 porosity zone of the San Andres formation;
- b) a copy of the notice sent to offset operators advising them of the amended injection interval in the subject well.

If you have any questions, please contact me at (505) 827-8184.

Sincerely,

  
David Catanach  
Engineer

xc: OCD-Artesia  
Case File-11236 ✓

**VILLAGRA BUILDING - 406 Galisteo**  
Forestry and Resources Conservation Division  
P.O. Box 1948 87504-1948  
827-5830  
Park and Recreation Division  
P.O. Box 1147 87504-1147  
827-7465

**2040 South Pacheco**  
Office of the Secretary  
827-5950  
Administrative Services  
827-5925  
Energy Conservation & Management  
827-5900  
Mining and Minerals  
827-5970  
Oil Conservation  
827-7121

CAMPBELL, CARR & BERGE, P.A.  
LAWYERS

MICHAEL B. CAMPBELL  
WILLIAM F. CARR  
BRADFORD C. BERGE

MICHAEL H. FELDEWERT  
TANYA M. TRUJILLO  
NANCY A. RATH

JACK M. CAMPBELL  
OF COUNSEL

JEFFERSON PLACE  
SUITE 1 - 110 NORTH GUADALUPE  
POST OFFICE BOX 2208  
SANTA FE, NEW MEXICO 87504-2208  
TELEPHONE: (505) 988-4421  
TELECOPIER: (505) 983-6043

April 24, 1995

**HAND-DELIVERED**

Mr. David Catanach  
Hearing Examiner  
Oil Conservation Division  
New Mexico Department of Energy,  
Minerals and Natural Resources  
2040 South Pacheco  
Santa Fe, New Mexico 87505

Re: Oil Conservation Division Case No. 11236 (Order No. R-10349):  
Application of Yates Petroleum Corporation for a Pressure Maintenance  
Project, Chaves County, New Mexico

Dear Mr. Catanach:

This letter confirms our conversation of April 21, 1995 in which I advised you that since the April 6, 1995 hearing in the above-referenced case, it has been discovered that additional intervals in the P<sup>1</sup> porosity zone of the San Andres formation have been perforated in the Quincy "AMQ" State Well No. 8. The original perforations were from 2,162 feet to 2,182 feet. The current perforated interval is from 2,062 feet to 2,214 feet.

It is our understanding that since the new perforations are all within the P<sup>1</sup> porosity zone of the San Andres formation, these zones may be used for injection and that Order No. R-10349 will not have to be amended to reflect this expanded interval. If this understanding is correct, please advise.

Very truly yours,

  
WILLIAM F. CARR

WFC:mlh

cc: Pinson McWhorter