

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico

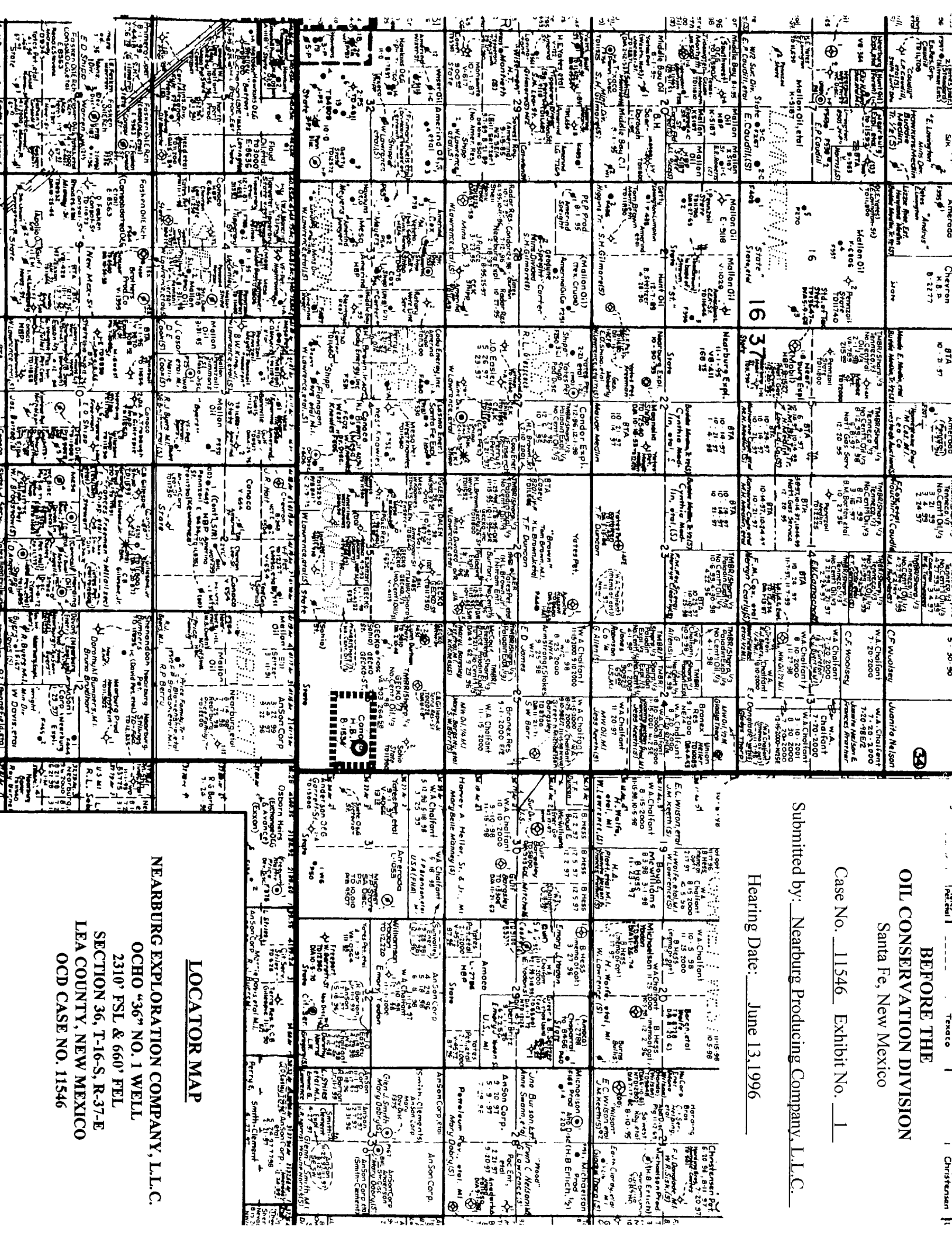
Case No. 11546 Exhibit No. 1

Submitted by: Nearburg Producing Company, L.L.C.

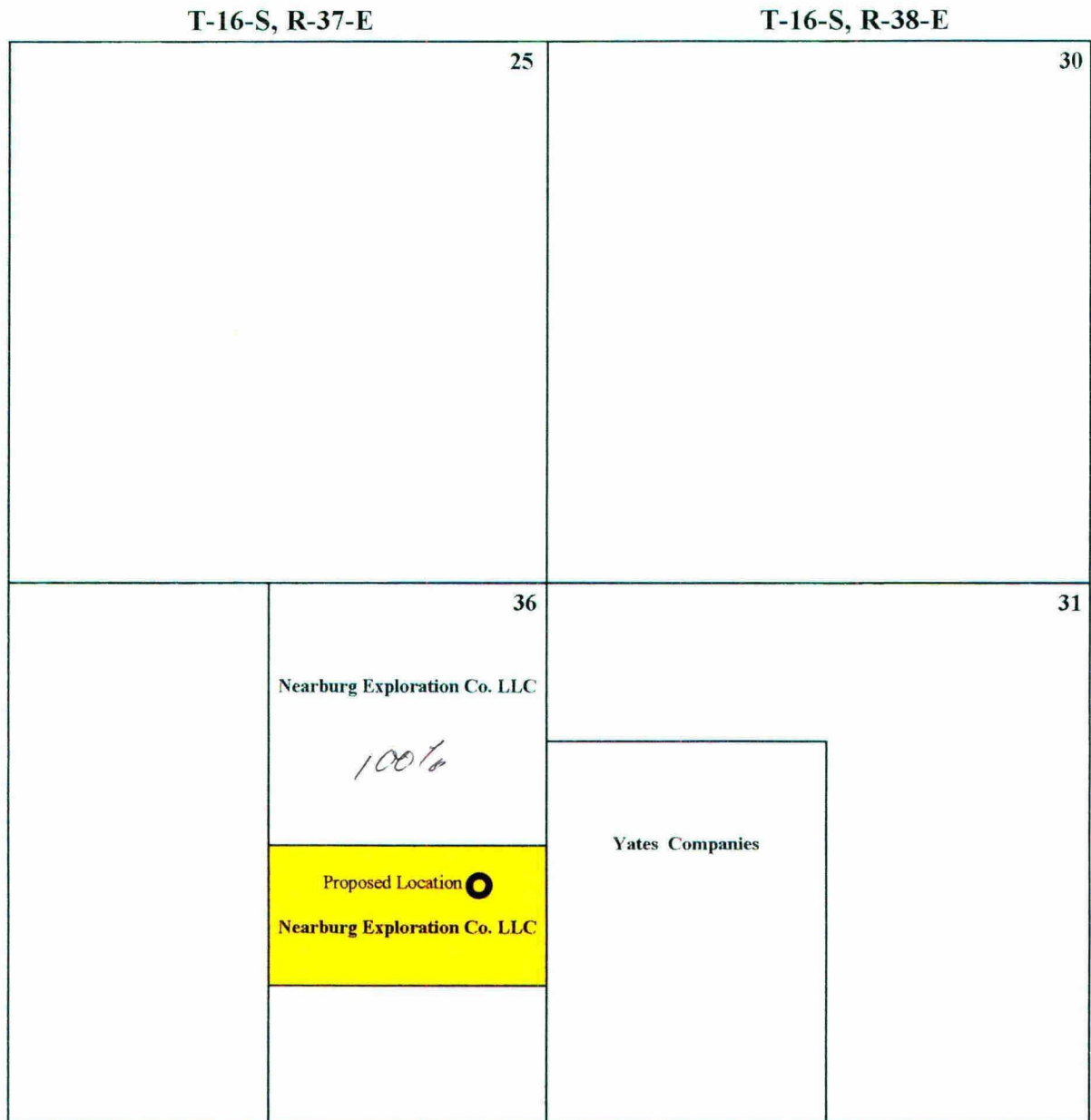
Hearing Date: June 13, 1996

LOCATOR MAP

NEARBURG EXPLORATION COMPANY, L.L.C.
OCHO "36" NO. 1 WELL
2310' FSL & 660' FEL
SECTION 36, T-16-S, R-37-E
LEA COUNTY, NEW MEXICO
OCD CASE NO. 11546



NEARBURG EXPLORATION COMPANY, L.L.C.
OCHO "36" NO. 1 WELL
2310' FSL & 660' FEL
SECTION 36, T-16-S, R-37-E
LEA COUNTY, NEW MEXICO
OCD CASE NO. 11546



MARTIN YATES, III
1912 - 1985
FRANK W. YATES
1936 - 1996



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

S. P. YATES
CHAIRMAN OF THE BOARD
JOHN A. YATES
PRESIDENT
PEYTON YATES
EXECUTIVE VICE PRESIDENT
RANDY G. PATTERSON
SECRETARY
DENNIS G. KINSEY
TREASURER

June 10, 1996

Nearburg Producing Company
3300 North "A" Street
Building 2, Suite 120
Midland, Texas 79706

Attention: Mr. Bob Shelton

Re: Unorthodox location
SE/4 Section 36, T16S-R37E
Lea County, New Mexico

Dear Mr. Shelton:

It is our understanding that Nearburg Producing Company intends to drill a Strawn location 680' FEL and 2310' FSL of Section 36. As an offset lessee of the SW/4 and S/2NW/4 of Section 31, Township 16 South Range 38 East, Yates companies HAVE NO OBJECTION to your unorthodox location. We understand that Nearburg will waive objection to a similar location should we wish to drill on our lease in Section 31.

Should you need anything further, please do not hesitate to contact me and good luck on you well.

Very truly yours,

YATES PETROLEUM CORPORATION

Randy G. Patterson
Land Manager

RGP/mw

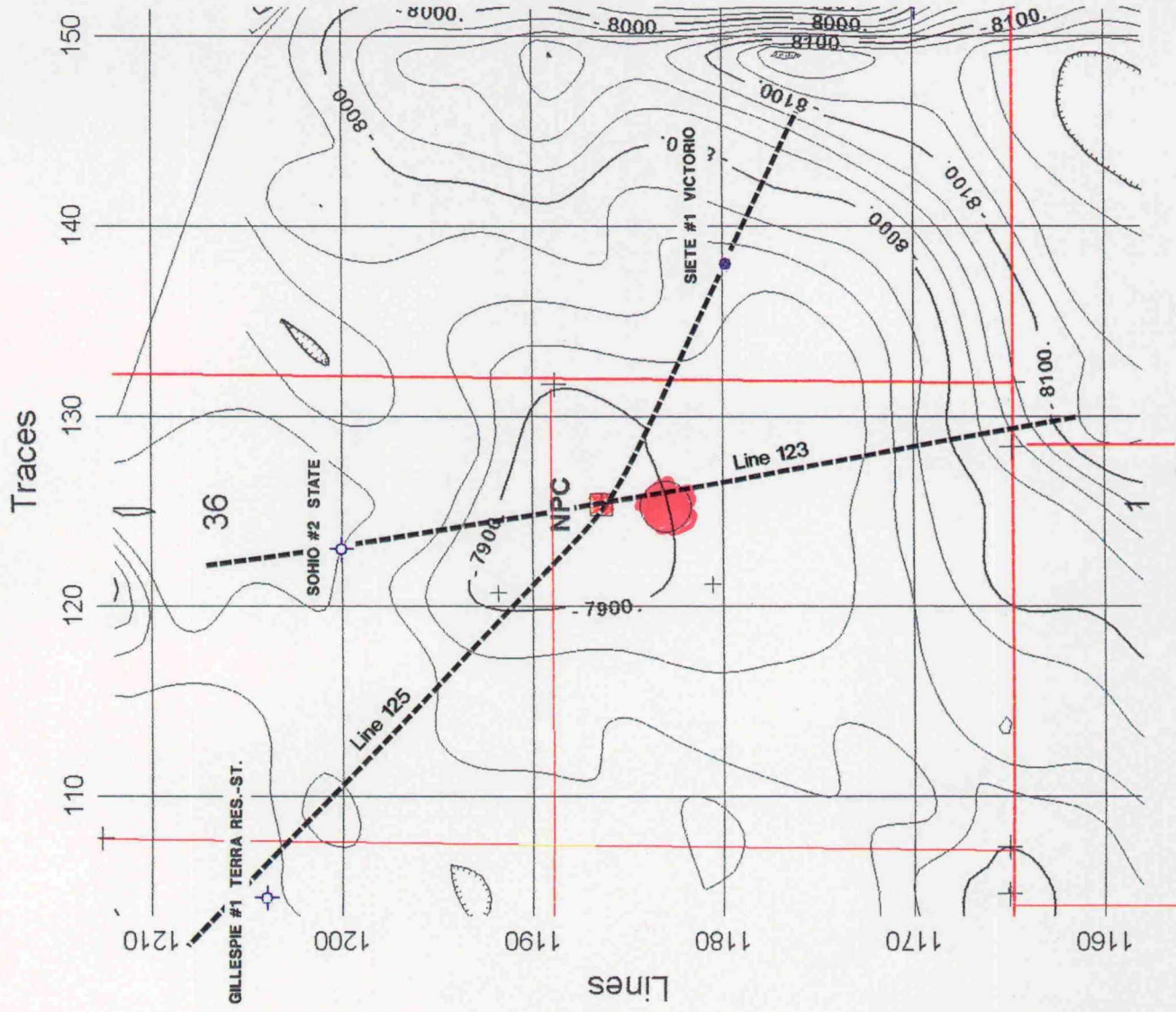
BEFORE THE
OIL CONSERVATION DIVISION
Santa Fe, New Mexico

Case No. 11546 Exhibit No. 2

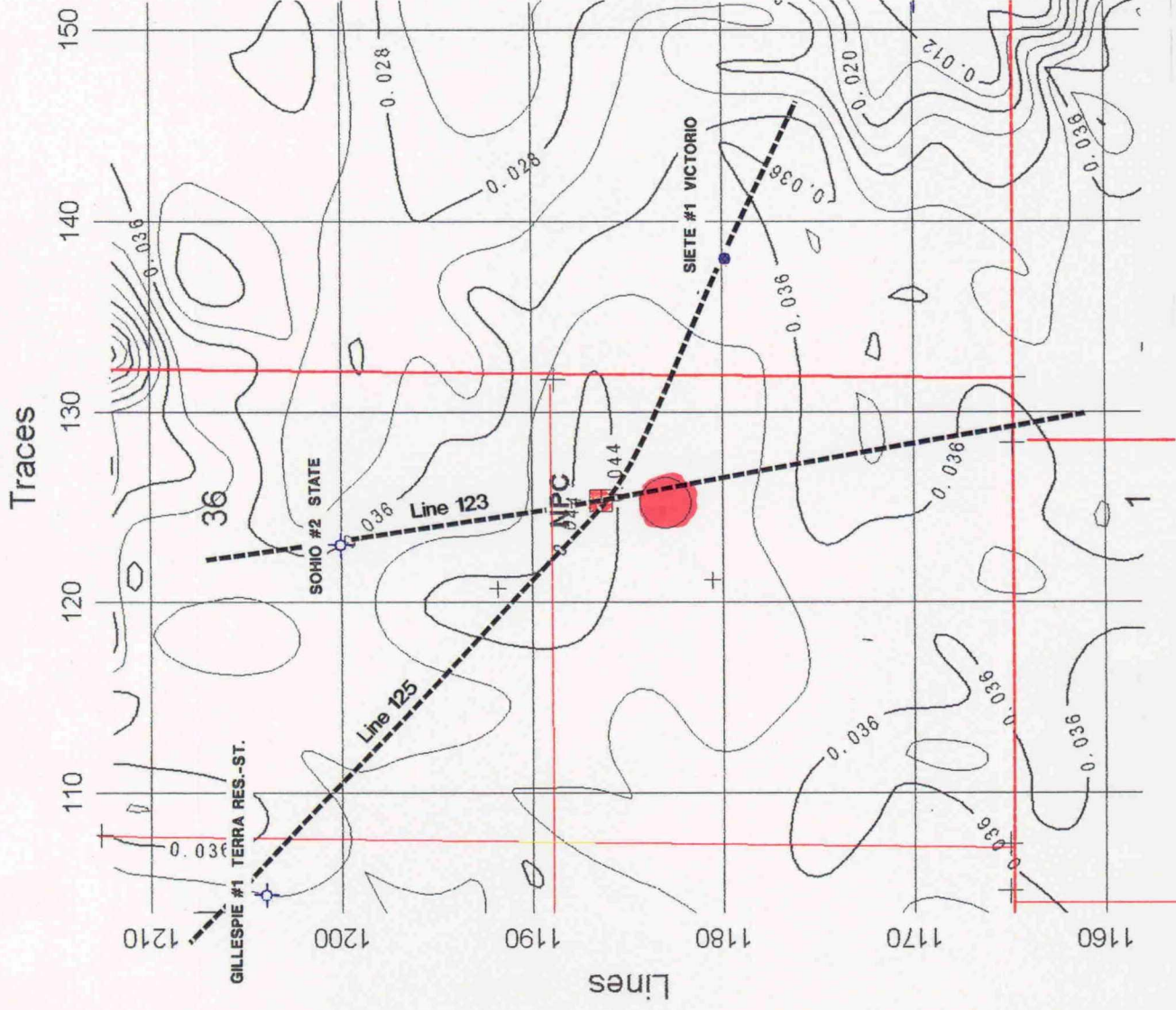
Submitted by: Nearburg Producing Company, L.L.C.

Hearing Date: June 13, 1996

Ocho Prospect - Strawn Structure Map
scale 1:1000 c.i. 25'



Ocho Prospect - Strawn Isochron Map
scale 1:1000 c.i. .004 sec.



BEFORE THE
OIL CONSERVATION DIVISION
Santa Fe, New Mexico

Case No. 11546 Exhibit No. 3

Submitted by: Nearburg Producing Company, L.L.C.

Hearing Date: June 13, 1996

Nearburg Producing Company
Exploration and Production
Dallas, Texas

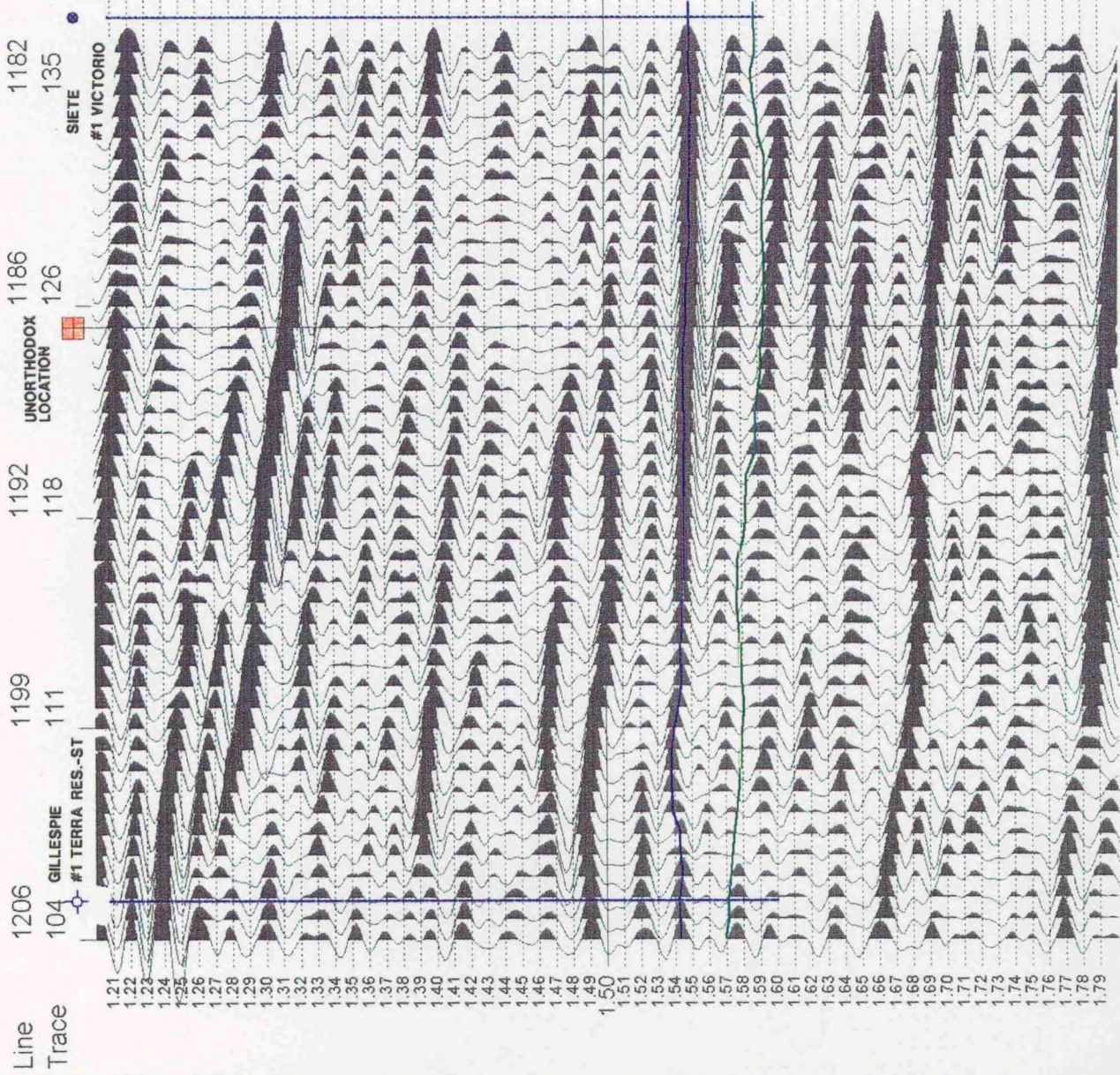
OCHO PROSPECT
LEA COUNTY, NEW MEXICO

SEISMIC INTERPRETATION
SEC. 36, T-16-S R-37-E

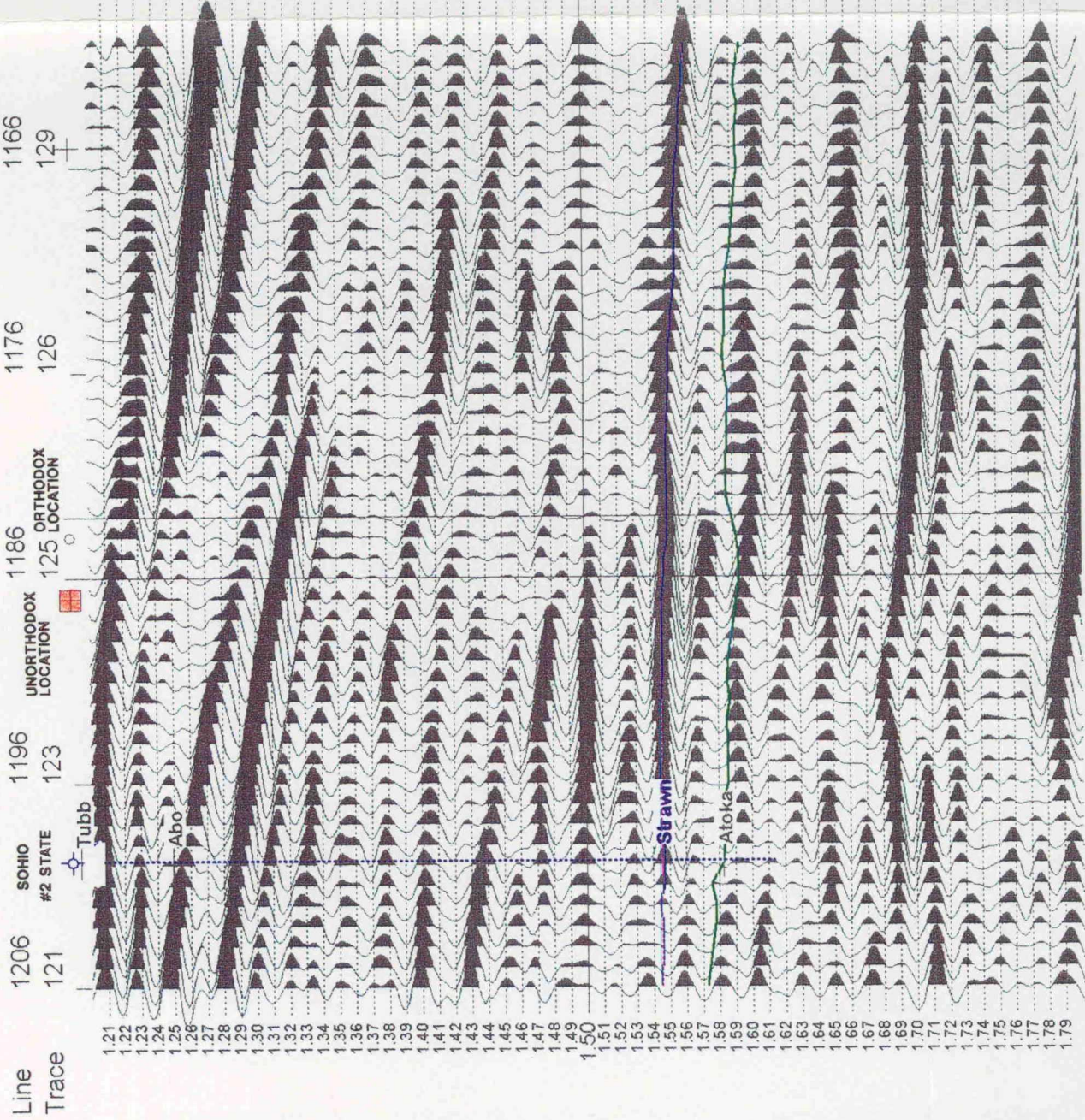
SCALE: 1" = 1000'

DATE	DRAWN BY	FILE NO
6/96	T.E.D.	

Ocho Line 125 thru Terra dry hole, NPC location and Seite well



Ocho Line 123 thru Sohio dry hole and NPC Ocho 36-1 location



Nearburg Producing Company
Exploration and Production
Dallas, Texas

OCHO PROSPECT
LEA COUNTY, NEW MEXICO
ARBITRARY SEISMIC LINES
123 & 125

REVISIONS TO	DATE	PREPARED BY	FILE NO.
T. E. D.	6/96		

BEFORE THE
OIL CONSERVATION DIVISION
Santa Fe, New Mexico

Case No. 11546 Exhibit No. 4

Submitted by: Nearburg Producing Company, L.L.C.

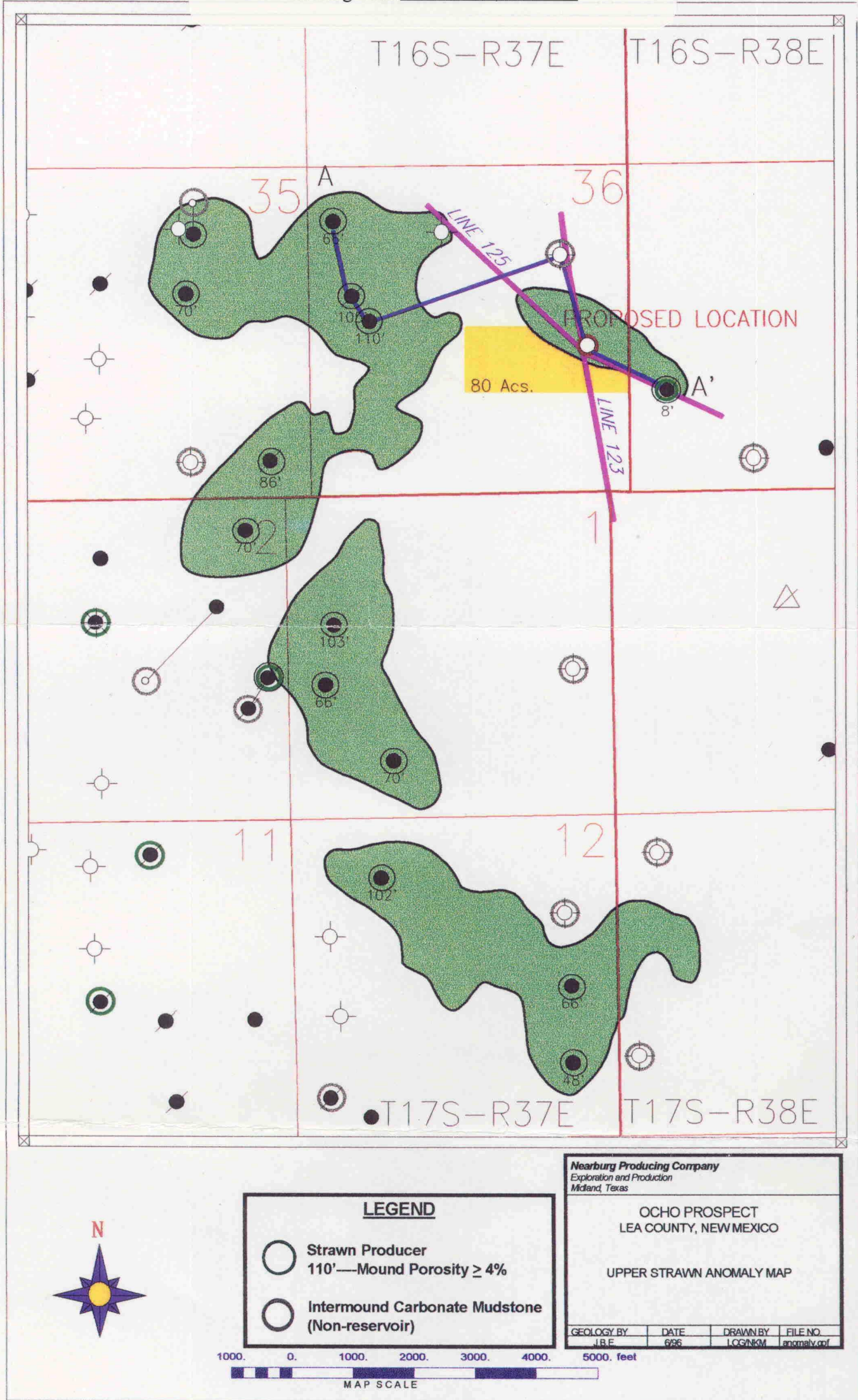
Hearing Date: June 13, 1996

BEFORE THE
OIL CONSERVATION DIVISION
Santa Fe, New Mexico

Case No. 11546 Exhibit No. 5

Submitted by: Nearburg Producing Company, L.L.C.

Hearing Date: June 13, 1996



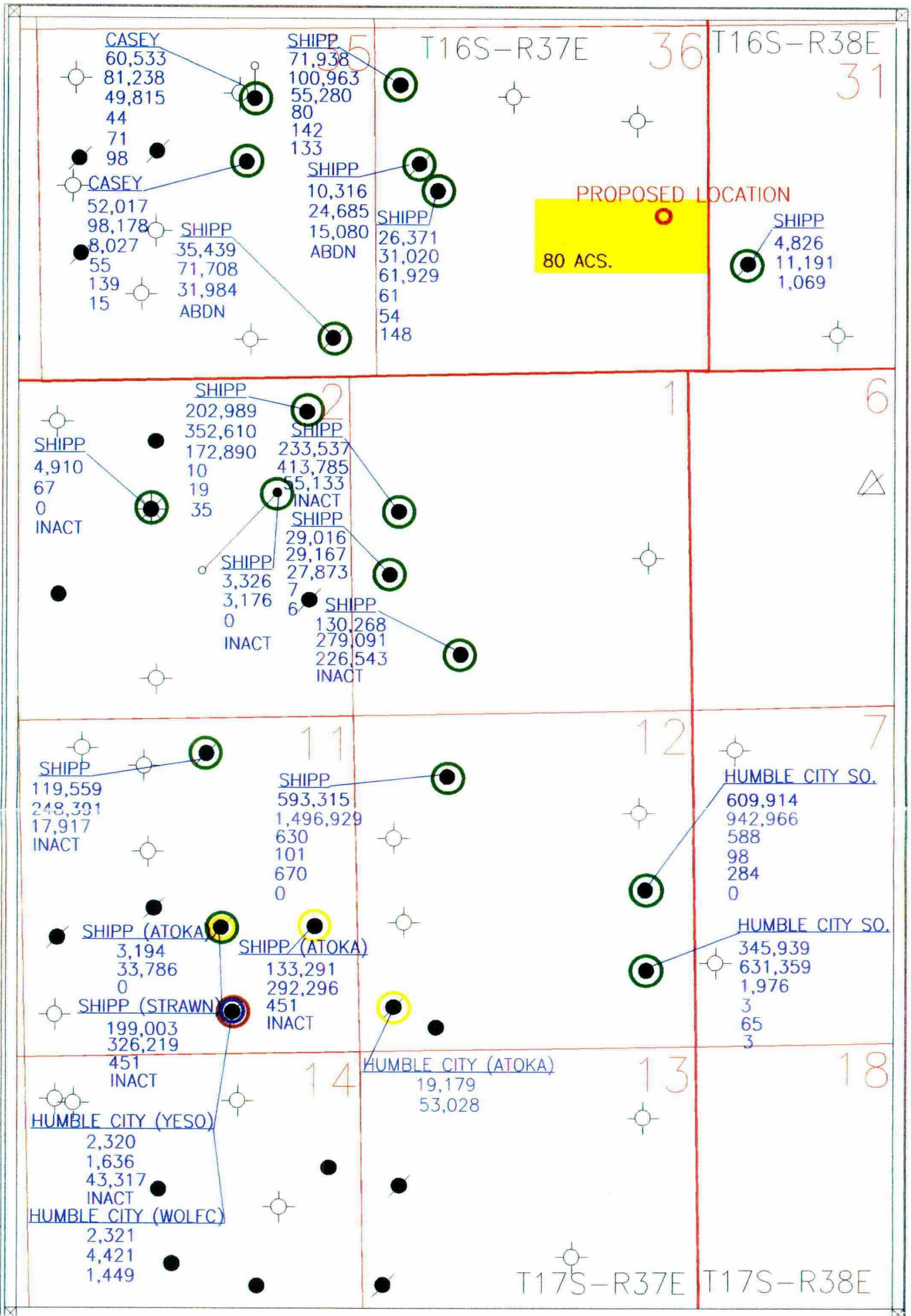
LARGE FORMAT
EXHIBIT HAS
BEEN REMOVED
AND IS LOCATED
IN THE NEXT FILE

**BEFORE THE
OIL CONSERVATION DIVISION**
Santa Fe, New Mexico

Case No. 11546 Exhibit No. 6

Submitted by: Nearburg Producing Company, L.L.C.

Hearing Date: June 13, 1996



LEGEND		
	Yeso	
	Wolfcamp	
	Atoka	
	Strawn	
	FIELD NAME	SHIPP
	CUM. OIL	202,989
	CUM. GAS	352,610
	CUM. WATER	172,890
	OIL ((BOPD)	10
	GAS (MCFGPD)	19
	WTR (BWPD)	35



Nearburg Producing Company
Exploration and Production
Midland, Texas

OCHO PROSPECT
LEA COUNTY, NEW MEXICO

PRODUCTION MAP

(PRODUCTION CUMULATIVE TO 11/95)

GEOLOGY BY	DATE	DRAWN BY	FILE NO.
J.B.E.	6/96	LOG/NKM	productn.pdf