BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

APPLICATION OF YATES PETROLEUM CORPORATION FOR DOWNHOLE COMMINGLING, LEA COUNTY, NEW MEXICO.

CASE NO. 11781

AFFIDA	VIT
--------	-----

COUNTY OF SANTA FE) ss.)
William F. Carr, attorney	in fact and authorized representative of Y

William F. Carr, attorney in fact and authorized representative of Yates Petroleum Corporation, the Applicant herein, being first duly sworn, upon oath, states that notice has been given to all interested persons entitled to receive notice of this application under Oil Conservation Division rules, and that notice has been given at the addresses shown on Exhibit "A" attached hereto.

William F. Carr

SUBSCRIBED AND SWORN to before me this 1344 day of May, 1997.

Notary Public

My Commission Expires:

STATE OF NEW MEXICO

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

Case No. <u>11781</u> Exhibit No. <u>2</u>

Submitted by: Yates Petroleum Corporation

Hearing Date: May 15, 1997

EXHIBIT A

Manzano Oil Corporation Post Office Box 2107 Roswell, NM 88202-2107

Mitchell Energy Corporation Post Office Box 4000 The Woodlands, TX 77387-4000

Maralo, Inc. 5151 San Felipe, Suite 400 Houston, TX 77056-3607

Texaco Exploration and Production Inc. Post Office Box 3109 Midland, TX 79702

CAMPBELL, CARR, BERGE

& SHERIDAN, P.A.

LAWYERS

MICHAEL B. CAMPBELL
WILLIAM F CARR
BRADFORD C. BERGE
MARK F SHERIDAN
MICHAEL H. FELDEWERT
ANTHONY F MEDEIROS
PAUL R OWEN

JACK M CAMPBELL
OF COUNSEL

JEFFERSON PLACE
SUITE I - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE. (505) 988-4421

FACSIMILE: (505) 983-6043

E-MAIL: CCDSpa@ix.netcom.com

April 22, 1997

CERTIFIED MAIL RETURN RECEIPT REQUESTED

Manzano Oil Corporation Post Office Box 2107 Roswell, NM 88202-2107

Re: Application of Yates Petroleum Corporation for downhole commingling, Lea

County, New Mexico

Gentlemen:

This letter is to advise you that Yates Petroleum Corporation has filed the enclosed application with the New Mexico Oil Conservation Division seeking authority to downhole commingle production from the Queen, Grayburg and San Andres formations, in the wellbore of its Pawnee APW State Well No. 1 located in Unit A of Section 20, Township 18 South, Range 35 East, N.M.P.M., Lea County, New Mexico.

This application has been set for hearing before an Examiner of the Oil Conservation Division on May 15, 1997. You are not required to attend the hearing, but as an offsetting operator who may be affected by this application, you may appear at the hearing and present testimony. Failure to appear at that time or otherwise become a party of record will preclude you from challenging this application at a later date.

Parties appearing in cases before the Division have been requested to file a Pre-hearing Statement substantially in the form prescribed by the Division (Oil Conservation Division Memorandum 2-90). Pre-hearing statements should be filed by 4:00 o'clock p.m., on the Friday before a scheduled hearing.

Very truly yours,

WILLIAM FI CARR

ATTORNEY FOR YATES PETROLEUM CORPORATION

WFC:mlh Enclosure

P 551 044 830

US Postal Service
Receipt for Certified Mail

Manzano Oil Corporation Post Office Box 2107 Roswell, NM 88202-2107

	,	
	Postage	\$
	Certified Fee	
	Special Delivery Fee	
	Restricted Delivery Fee	
April 1995	Return Receipt Showing to Whom & Date Delivered	
Ą	Return Receipt Showing to Whore, Date, & Addresser's Address	
8	TOTAL Postage & Fees	\$
2	Postmark or Date	
PS Form 3800	APR 2	2 1997

	Domestic Return Receipt		PS Form 38 11, December 1994
•			6. Signature: (Addressend or Agern) X
Thank	8. Addressee's Address (Only If requested and fee is paid)	8. Addressee's Ad and fee is paid)	5. Received By: (<i>Print Name)</i>
you fo	belivery	7. Date of Delivery	Koswell, NM 88202-2107
or usi	r Merchandise	☐ Return Re	Post Office Box 2107
ing Re	Most Certified	O Read	Manzano Oil Corporation
turn Re	P 551 044 830	Service Service	3. Article Addressed to:
ceipt :	Consult postmaster for fee.		a The Return Receipt will show to whom the article was delivered.
Servic	Addressee's Address Restricted Delivery	a does not	WAttach this form lift) is front of the malipleos, or on the back if space does not permit. White "Return Receipt Requested" on the malipleos below the article sumbar.
	l also wish to receive the following services (for an extra fee):	e can return this	Complete items 1 spaint 2 for additional swinters. **Complete items 3, 25, and 4b. **Eprint your name approximates on the reverse of this form so that we can return the card to you.
٠			RENDED.

CAMPBELL, CARR, BERGE 8 SHERIDAN, P.A.

LAWYERS

MICHAEL B CAMPBELL
WILLIAM F CARR
BRADFORD G. BERGE
MARK F SHERIDAN
MICHAEL H FELDEWERT
ANTHONY F MEDEIROS
PAUL R OWEN

JACK M CAMPBELL
OF COUNSEL

JEFFERSON PLACE
SUITE I - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
FACSIMILE: (505) 983-8043

E-MAIL: ccbspa@ix.netcom.com

April 22, 1997

CERTIFIED MAIL RETURN RECEIPT REQUESTED

Mitchell Energy Corporation Post Office Box 4000 The Woodlands, TX 77387-4000

Re: Application of Yates Petroleum Corporation for downhole commingling, Lea

County, New Mexico

Gentlemen:

This letter is to advise you that Yates Petroleum Corporation has filed the enclosed application with the New Mexico Oil Conservation Division seeking authority to downhole commingle production from the Queen, Grayburg and San Andres formations, in the wellbore of its Pawnee APW State Well No. 1 located in Unit A of Section 20, Township 18 South, Range 35 East, N.M.P.M., Lea County, New Mexico.

This application has been set for hearing before an Examiner of the Oil Conservation Division on May 15, 1997. You are not required to attend the hearing, but as an offsetting operator who may be affected by this application, you may appear at the hearing and present testimony. Failure to appear at that time or otherwise become a party of record will preclude you from challenging this application at a later date.

Parties appearing in cases before the Division have been requested to file a Pre-hearing Statement substantially in the form prescribed by the Division (Oil Conservation Division Memorandum 2-90). Pre-hearing statements should be filed by 4:00 o'clock p.m., on the Friday before a scheduled hearing.

Very truly yours.

WILLIAM F. CARR

ATTORNEY FOR YATES PETROLEUM CORPORATION

WFC:mlh Enclosure

P 551 044 831

US Postal Service Receipt for Certified Mail

Mitchell Energy Corporation Post Office Box 4000 The Woodlands, TX 77387-4000

ĺ	Postage	S
	Certified Fee	
	Special Delivery Fee	
_	Restricted Delivery Fee	
April 1995	Return Receipt Showing to Whom & Date Delivered	
April	Return Receipt Showing to Whom, Date, & Addressee's Address	
3	TOTAL Postage & Fees	\$
5	Postmark or Date	
PS Form 3800	APR 2	2 19 97

_	,	لنحب	400 /		1533	COL	1PH4	rted	Of	the	TOV	erse	side	•?
PS Form 1811 , December 1594	S. Signedura: (Addringtone or Admit)	ved by: (Finit Name)	S December Dr. (D.L.)	The Woodlands, TX 77387-4000	Post Office Box 4000	Mitchell Energy Corporation	· .	3. Article Addressed to:		 This result receipt requested on the melphace below the article number. The Return Receipt will show to whom the article was delivered and the date delivered. 	Austrians form to the mort of the maliplece, or on the back if space does not permit.	a Print your name and address on the reverse of this form so that we can return this card to you.	Complete items 1 and/or 2 for additional services. Complete items 3, 4s, and 4b.	SENDER:
Domestic Return Receipt	T	8. Addressee's Address (Only if requested and fee is paid)	25 APR 5B	Present Political Property of the Property of	Express Mail	26	P 551 044 831	4a. Article	Consult postmaster for fee.	to number. 2. A Restricted Delivery	ca does not 1. C Addressee's Address	n can return this extra (66):	I also wish to receive the	

CAMPBELL, CARR, BERGE 8 SHERIDAN, P.A.

LAWYERS

MICHAEL B CAMPBELL
WILLIAM F CARR
BRADFORD C. BERGE
MARK F SHERIDAN
MICHAEL H FELDEWERT
ANTHONY F MEDE:ROS
PAUL R OWEN

JACK M CAMPBELL
OF COUNSEL

JEFFERSON PLACE
SUITE ! - 110 NORTH GUADALUPE
POST OFFICE BOX 2208

SANTA FE, NEW MEXICO 87504-2208
TELEPHONE. (505) 988-4421
FACSIMILE (505) 983-6043
E-MAIL. CCDSDB@IX netcom.com

April 22, 1997

CERTIFIED MAIL RETURN RECEIPT REQUESTED

Maralo, Inc. 5151 San Felipe, Suite 400 Houston, TX 77056-3607

Re: Application of Yates Petroleum Corporation for downhole commingling, Lea

County, New Mexico

Gentlemen:

This letter is to advise you that Yates Petroleum Corporation has filed the enclosed application with the New Mexico Oil Conservation Division seeking authority to downhole commingle production from the Queen, Grayburg and San Andres formations, in the wellbore of its Pawnee APW State Well No. 1 located in Unit A of Section 20, Township 18 South, Range 35 East, N.M.P.M., Lea County, New Mexico.

This application has been set for hearing before an Examiner of the Oil Conservation Division on May 15, 1997. You are not required to attend the hearing, but as an offsetting operator who may be affected by this application, you may appear at the hearing and present testimony. Failure to appear at that time or otherwise become a party of record will preclude you from challenging this application at a later date.

Parties appearing in cases before the Division have been requested to file a Pre-hearing Statement substantially in the form prescribed by the Division (Oil Conservation Division Memorandum 2-90). Pre-hearing statements should be filed by 4:00 o'clock p.m., on the Friday before a scheduled hearing.

Veryltruly yours,

WILLIAM F. CARR

ATTORNEY FOR YATES PETROLEUM CORPORATION

WFC:mlh Enclosure

SE8 440 125 9

US Postal Service
Receipt for Certified Mail

Maralo, Inc. 5151 San Felipe, Suite 400 Houston, TX 77056-3607

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Addresser's Address	
TOTAL Postage & Fees	\$
Postmark or Date	
APR 22	1997
	Certified Fee Special Delivery Fee Restricted Delivery Fee Return Receipt Showing to Whom & Date Delivered Return Receipt Showing to Whom, Date, & Addresser's Address

PS Form **3811**, December 1994 5. Received By: (Print Name) SENDER: Write 'Return Receipt Requested' on the maliplece below the article number.
The Return Receipt will show to whom the article was delivered and the date delivered. 5151 San Felipe, Suite 400 Article Addressed to: Complete items 1 and/or 2 for additional services. Complete items 3, 4s, and 4b. Yint your name and address on the reverse of this form so that we can return this Houston, TX 77056-3607 Maralo, Inc. 8. Addressee's Address (Only If requested and fee is paid) ☐ Express Mall ☐ Registered 4a. Article ☐ Return Receipt for Merchandles ☐ COD 4b. Service Type 7. Date of Delivery Domestic Return Receipt I also wish to receive the following services (for an extra fee): Consult postmaster for fee. 2. Aestricted Delivery 1. Addressee's Address 044 832 Certified Insured

Thank you for using Return Receipt Service.

is your <u>RETURN ADDRESS</u> completed

CAMPBELL, CARR, BERGE 8 SHERIDAN, P.A.

LAWYERS

MICHAEL B CAMPBELL
WILLIAM F CARR
BRADFORD C BERGE
MARK F SHERIDAN
MICHAEL H FELDEWERT
ANTHONY F MEDEIROS
PAUL R OWEN

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
FACSIMILE: (505) 983-6043
E-MAIL: ccbspa@ix netcom.com

April 22, 1997

CERTIFIED MAIL RETURN RECEIPT REQUESTED

Texaco Exploration and Production Inc. Post Office Box 3109
Midland, TX 79702

Re: Application of Yates Petroleum Corporation for downhole commingling, Lea

County, New Mexico

Gentlemen:

This letter is to advise you that Yates Petroleum Corporation has filed the enclosed application with the New Mexico Oil Conservation Division seeking authority to downhole commingle production from the Queen, Grayburg and San Andres formations, in the wellbore of its Pawnee APW State Well No. 1 located in Unit A of Section 20, Township 18 South, Range 35 East, N.M.P.M., Lea County, New Mexico.

This application has been set for hearing before an Examiner of the Oil Conservation Division on May 15, 1997. You are not required to attend the hearing, but as an offsetting operator who may be affected by this application, you may appear at the hearing and present testimony. Failure to appear at that time or otherwise become a party of record will preclude you from challenging this application at a later date.

Parties appearing in cases before the Division have been requested to file a Pre-hearing Statement substantially in the form prescribed by the Division (Oil Conservation Division Memorandum 2-90). Pre-hearing statements should be filed by 4:00 o'clock p.m., on the Friday before a scheduled hearing.

Very truly yours,

WILLIAM F. CARR

ATTORNEY FOR YATES PETROLEUM CORPORATION

WFC:mlh Enclosure

P 551 044 833

US Postal Service
Receipt for Certified Mail

Texaco Exploration and Production Inc. Post Office Box 3109 Midland, TX 79702

	Postage	\$
	Certified Fee	
	Special Delivery Fee	
	Restricted Delivery Fee	
1995	Return Receipt Showing to Whom & Date Delivered	
April	Return Receipt Showing to Whom, Date, & Addressee's Address	
800	TOTAL Postage & Fees	\$
.3	Postmark or Date	
PS Form 3800, April 1995	APR 22 1	997

ŀ	s your	RETU	IN AD	DRE	<u>55</u> co	mp	let	ed o	on t	he r	e ve	r se si	ide?
PS Form 3811, December 1994	6. Signatury (Addressee or Agent)	5. Received By: (Print Name)		Midland, TX 79702	Post Office Box 3109			3. Article Addressed to:	delivered.	"Write 'Aetum Receipt Requested' on the melipiece below the article number. The Return Receipt will show to whom the article was delinered and the date	 Attach this form to the front of the meliplece, or on the back if space does not permit 	 Complete items 3, 4s, and 4b. Printly your name and address on the reverse of this form so that we can return this part to you. 	SENDER: "Complete items 1 and/or 2 for additional services.
Domestic Return Receipt	Taken of the States	8. Addressee's Address (Only II requested and fee is paid)	7. Date of Delivery APR 2.4 1997	ŏ	☐ Registered	4b. Service Type	P 551 044 833	4a. Article	Consult postmaster for fee.	2. Restricted Delivery	1. Addressee's Address	following services (for an extra fee):	I also wish to receive the