

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION OF :
YATES PETROLEUM CORPORATION FOR : CASE NO. 17504
SIMULTANEOUS DEDICATION, :
EDDY COUNTY, NEW MEXICO :
_____ :

APPLICATION

COMES NOW **YATES PETROLEUM CORPORATION**, by and through its attorneys, Losee, Carson, Haas & Carroll, P. A. (Ernest L. Carroll) and in support hereof, respectfully states:

1. The Big Buck Pounds Com #1 Well was completed as a Morrow well September 16, 1974, (API #30-015-2110300) at an orthodox location 1980' FSL and 660' FEL of Section 27, Township 17 South, Range 26 East, N.M.P.M., Eddy County, New Mexico, to a depth of 8,821'. The production from the Big Buck Pounds Com #1 Well has decreased to the point that it furnishes only sufficient production to run irrigation wells on farmlands located in the vicinity of the well. Further, said well did not test all possible productive intervals within the Morrow formation.
2. Applicant is the operator of the S/2 of Section 27 and has the right to drill the Martin ARH #1 Well.
3. Applicant seeks to drill its Martin ARH #1 Well at an orthodox location 1980' FSL and 1980' FEL, to a proposed depth of 8,900 feet to test geologic horizons within the Morrow which have heretofore not been tested in the Big Buck Pounds Com #1 Well, and further seeks the simultaneous dedication of said Martin ARH #1 Well with the Big Buck Pounds Com #1 Well for the production of all reserves underlying the S/2 of Section 27.

4. In order to prevent waste and protect correlative rights, it is necessary to drill another well and dedicate it to the existing 320-acre Morrow unit;

WHEREFORE, applicant prays that:

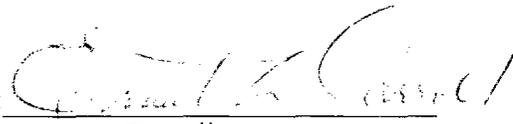
A. This application be set for hearing before an examiner and that notice of said hearing be given as required by law.

B. Upon hearing the Division enter its order allowing the simultaneous dedication of the Martin ARH #1 Well with the Big Buck Pounds Com #1 Well to the existing 320-acre unit.

C. And for such other relief as may be just in the premises.

Respectfully submitted,

YATES PETROLEUM CORPORATION

By: 
Ernest L. Carroll

LOSEE, CARSON, HAAS & CARROLL, P.A.
P. O. Box 1720
Artesia, New Mexico 88211-1720

Attorneys for Applicant

PROPOSED ADVERTISEMENT

Applicant seeks an order allowing the simultaneous dedication of its Martin ARH #1 Well with the Big Buck Pounds Com #1 Well to the S/2 of Section 17, Township 17 South, Range 26 East for Morrow production. Said well is to be drilled 1980' FSL and 660' FEL the S/2 of said Section 27 to test any and all formations to the base of the Morrow formation. Said unit is located approximately 2 miles southeast of Artesia, New Mexico.

COA 11804