

BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

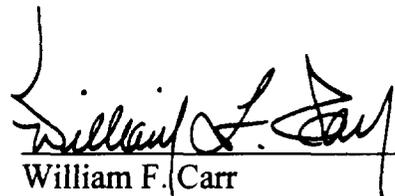
AMENDED APPLICATION OF  
YATES PETROLEUM CORPORATION  
FOR COMPULSORY POOLING AND  
AN UNORTHODOX WELL LOCATION,  
EDDY COUNTY, NEW MEXICO.

CASE NO. 12084

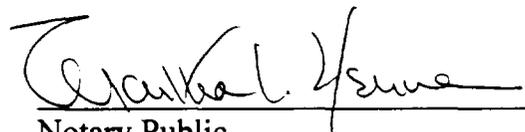
AFFIDAVIT

STATE OF NEW MEXICO     )  
  ) ss.  
COUNTY OF SANTA FE     )

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 2nd day of December, 1998 by William F. Carr.

  
\_\_\_\_\_  
Notary Public

My Commission Expires:

August 19, 1999

**EXHIBIT A**

Chevron USA Production Co.  
Post Office Box 1150  
Midland, TX 79702

Chi Energy, Inc.  
Post Office Box 1799  
Midland, TX 79702

OXY USA, Inc.  
Post Office Box 50250  
Midland, TX 79710-0250

Penwell Energy, Inc.  
1100 ARCO Building  
600 N. Marienfeld  
Midland, TX 79701

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

Case Nos. 12084 Exhibit No. 4

Submitted by: Yates Petroleum Corporation

Hearing Date: December 3, 1998

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  
KATHERINE M. MOSS  

---

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: ccbsdpa@ix.netcom.com

November 11, 1998

**CERTIFIED MAIL**  
**RETURN RECEIPT REQUESTED**

Chevron USA Production Co.  
Post Office Box 1150  
Midland, TX 79702

Re: *Amended Application of Yates Petroleum Corporation for Compulsory Pooling  
and an Unorthodox Well Location, Eddy County, New Mexico*

Gentlemen:

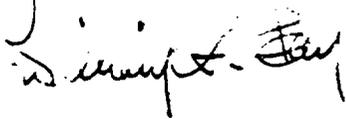
This letter is to advise you that Yates Petroleum Corporation has filed the enclosed amended application with the New Mexico Oil Conservation Division seeking the force pooling of certain mineral interests in all formations from the surface to the base of the Morrow formation, Logan Draw-Morrow Gas Pool, in and under the S/2 of Section 8, Township 17 South, Range 27 East, NMPM, Eddy County, New Mexico. Yates Petroleum Corporation proposes to dedicate the referenced pooled units to its Riverside ASS Federal Com Well No. 1 which will be drilled at an unorthodox well location 1650 feet from the South line and 660 feet from the East line of said Section 8.

This application has been set for hearing before a Division Examiner on December 3, 1998. You are not required to attend this hearing, but as an owner of an interest that may be subject to pooling, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Chevron USA Production Co.  
November 11, 1998  
Page 2

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

Very truly yours,

A handwritten signature in black ink, appearing to read "William F. Carr". The signature is written in a cursive style with a large initial "W".

WILLIAM F. CARR  
ATTORNEY FOR YATES PETROLEUM CORPORATION  
WFC:mlh  
Enc.  
cc: Mr. Robert Bullock

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services
- Complete items 3, 4a, and 4b
- Print your name and address on the reverse of this form so that we can return this card to you
- Attach this form to the front of the mailpiece, or on the back if space does not permit
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered

I also wish to receive the following services (for an extra fee):

- 1.  Addressee's Address
  - 2.  Restricted Delivery
- Consult postmaster for fee.

3. Article Addressed to:

Chevron USA Production Co.  
Post Office Box 1150  
Midland, TX 79702

4a. Article Number  
Z 559 541 372

- 4b. Service type
- Registered
  - Express Mail
  - Return Receipt for Merchandise
  - COD
  - Certified
  - Insured

7. Date of Delivery  
NOV 11 1998

5. Received By: (Print Name)

6. Signature: *[Signature]*

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

102595 98-B-0229

Domestic Return Receipt

Thank you for using Return Receipt Service.

Z 559 541 372

US Postal Service  
**Receipt for Certified Mail**

Chevron USA Production Co.  
Post Office Box 1150  
Midland, TX 79702

Postage	\$ 1.32
Certified Fee	1.35
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	1.10
Return Receipt Showing to Whom, Date, & Addressee's Address	
<b>TOTAL Postage &amp; Fees</b>	<b>\$ 2.77</b>
Postmark or Date	NOV 11 1998

PS Form 3800, April 1995

CAMPBELL, CARR, BERGE  
& SHERIDAN, P.A.  
LAWYERS

MICHAEL B. CAMPBELL  
WILLIAM F. CARR  
BRADFORD C. BERGE  
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TELEPHONE: (505) 988-4421  
FACSIMILE: (505) 983-6043  
E-MAIL: ccbspa@ix.netcom.com

November 11, 1998

**CERTIFIED MAIL**  
**RETURN RECEIPT REQUESTED**

OXY USA, Inc.  
Post Office Box 50250  
Midland, TX 79710-0250

Re: *Amended Application of Yates Petroleum Corporation for Compulsory Pooling  
and an Unorthodox Well Location, Eddy County, New Mexico*

Gentlemen:

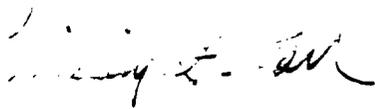
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Enc.  
cc: Mr. Robert Bullock

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Consult postmaster for fee.

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 Post Office Box 50250  
 Midland, TX 79710-0250

4a. Article Number  
 Z 559 541 375

- 4b. Service type
- Registered
  - Express Mail
  - Return Receipt for Merchandise
  - Certified
  - Insured
  - COD

5. Received By (Print Name)

*Robert M. Strehl*

8. Addressee's Address (Only if requested and fee is paid)

*Midland TX*

6. Signature, Addressee of Agent

*X [Signature]*

PS Form 3811, December 1994

102595-98-8-0229 Domestic Return Receipt

Thank you for using Return Receipt Service.

Z 559 541 375

US Postal Service  
**Receipt for Certified Mail**

OXY USA, Inc.  
 Post Office Box 50250  
 Midland, TX 79710-0250

Postage	\$ .32
Certified Fee	1.35
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	1.10
Return Receipt Showing to Whom, Date, & Addressee's Address	
<b>TOTAL Postage &amp; Fees</b>	<b>\$ 2.77</b>
Postmark or Date	NOV 11 1998

PS Form 3800, April 1995

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& SHERIDAN, P.A.  
LAWYERS

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

November 11, 1998

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Post Office Box 1799  
Midland, TX 79702

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Post Office Box 1799  
Midland, TX 79702

4a. Article Number  
Z 559 541 373

4b. Service 1995

- Registered
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- Insured
- COD

Return Receipt for Merchandise Delivery

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

PS Form 3811, December 1994

102595-98 8-0229

Domestic Return Receipt



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- Return Receipt for Merchandise
- Certified
- Insured
- COD

7. Date of Delivery

11/13

8. Addressee's Address (Only if requested and fee is paid)

5. Received By: (Print Name)

*JB*

6. Signature: (Addressee or Agent)

*X Penwell Energy*

PS Form 3811, December 1994

102595-96-8-0229

Domestic Return Receipt

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Z 559 541 374

US Postal Service  
**Receipt for Certified Mail**  
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PS Form 3800 April 1995