LAW OFFICES OF

SANDERS, BRUIN, COLL & WORLES SE A. IN DIVISION T. T. SANDERS, JR. RE' JED

600 UNITED BANK PLAZA

400 NORTH PENNSYLVANIA AVENUE

POST OFFICE BOX 550 'S1 NO 25 M 9 42

ROSWELL, NEW MEXICO 88202-0550

TELEPHONE 505-622-5440

OF COUNSEL

TELECOPIER 505-622-5853

16429 MS

November 21, 1991

Oil Conservation Division NM Dept. of Energy & Minerals 310 Old Santa Fe Trail Room 206 Santa Fe, New Mexico 87504

Attention: Mr. Mike Stogner

Re: Letter of Application

Unorthodox Location - Albert "AJH" #1 Township 20 South, Range 24 East, N.M.P.M.

Section 21: E/2 Eddy County, New Mexico

Dear Mr. Stogner:

JAMES L. BRUIN

KELLY M. CASSELS

CHARLES H. COLL

STEVEN P. FISHER

RICHARD L. KRAFT DAMON RICHARDS MICHAEL T. WORLEY

ROBERT V. COCHRANE

KENT CANADA

ERIC J. COLL MARC DINGLER

> Yates Petroleum Corporation has drilled the Albert "AJH" #1 Well in the following described lands in Eddy County, New Mexico, to-wit:

Township 20 South, Range 24 East, N.M.P.M.

Section 21: E/2

The foregoing lands comprise approximately 320.00 acres, more or less. mineral ownership interest is comprised of fee acreage. The well was drilled 660 F.N.L and 660 F.E.L. of Section 21 to a total depth of 9,270 feet. Yates desires to complete the well in the Morrow Formation.

Please set for hearing the unorthodox location of the Albert "AJH" #1 Well on December 19, 1991.

Yours very truly,

SANDERS, BRUIN, COLL & WORLEY, P. A.

Damon Richards

lt

cc: Mr. Robert Bullock

Yates Petroleum Corporation

dr/ltr/ocd03