

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

MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
WILLIAM P. SLATTERY

PATRICIA A. MATTHEWS
MICHAEL H. FELDEWERT
DAVID B. LAWRENZ

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
TELECOPIER: (505) 983-6043

July 9, 1993

10792

HAND-DELIVERED

William J. LeMay, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
State Land Office Building
Santa Fe, New Mexico 87503

9 1993

Re: Application of Yates Petroleum Corporation for an Unorthodox Gas Well
Location, Eddy County, New Mexico

Dear Mr. LeMay:

Enclosed in triplicate is the Application of Yates Petroleum Corporation in the above-referenced case as well as a copy of a legal advertisement. Yates Petroleum Corporation respectfully requests that this matter be placed on the docket for the August 12, 1993 Examiner hearings.

Very truly yours,



WILLIAM F. CARR

WFC:mlh

Enclosures

cc w/enc.: Ms Kathy Porter
Yates Petroleum Corporation
105 South Fourth Street
Artesia, New Mexico 88210

BEFORE THE
OIL CONSERVATION DIVISION
NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION
OF YATES PETROLEUM CORPORATION
FOR AN UNORTHODOX GAS WELL LOCATION,
EDDY COUNTY, NEW MEXICO.

CASE NO. 10792

APPLICATION

COMES NOW YATES PETROLEUM CORPORATION, through its undersigned attorneys, and hereby makes application for an order approving an unorthodox well location, and in support thereof states:

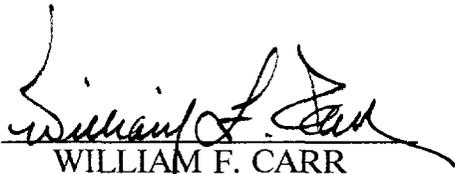
1. Applicant is the operator of the N/2 of Section 14, Township 21 South, Range 24 East, N.M.P.M., Eddy County, New Mexico and proposes to drill its Yerba AMY Fed Com Well No. 1 as a gas well in all formations including the Cisco, Canyon, Strawn, Atoka and Morrow formations, at an unorthodox location 1650 feet from the North line and 1580 feet from the West line in Unit F of said Section 14.
2. Applicant seeks an exception to the Division's well location requirements to permit the drilling of said well to an approximate depth of 10,350 feet to test all formations to the base of the Morrow formation at the above-described location.
3. A standard 320-acre proration unit comprised of the N/2 of said Section 14 should be dedicated to the well.
4. Approval of this application will afford Applicant the opportunity to produce its just and equitable share of the gas in the Wolfcamp and Pennsylvanian formations and will otherwise be in the best interest of the conservation, the protection of correlative rights

and prevention of waste.

WHEREFORE, Applicant requests that this matter be set for hearing before a duly appointed Examiner of the Oil Conservation Division on August 12, 1993, that notice be given as required by law and the rules of the Division, and that the Division enter its order granting this application and providing such other relief as is proper.

Respectfully submitted,

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

By: 

WILLIAM F. CARR
Post Office Box 2208
Santa Fe, New Mexico 87504
Telephone: (505) 988-4421

ATTORNEYS FOR YATES
PETROLEUM CORPORATION

CASE 10792:

Application of Yates Petroleum Corporation for an unorthodox gas well location, Eddy County, New Mexico. Applicant seeks approval to drill its Yerba AMY Fed Com Well No. 1 at an unorthodox location 1650 feet from the North line and 1580 feet from the West line (Unit F) of Section 14, Township 21 South, Range 24 East, N.M.P.M., Eddy County, New Mexico. The N/2 of said Section 14 is to be dedicated to the well. Applicant further requests approval of the unorthodox location as to all prospective pools or formations including but not limited to the Wolfcamp, Cisco, Canyon, Strawn, Atoka and Morrow formations. Said well is located approximately ___ miles _____ of _____, New Mexico.

10792
Yates Petroleum Corporation
Eddy County, New Mexico