STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION

October 13, 1987

GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

Mr. Robert H. Stand
Atwood, Malone, Mann & Turner
Attorneys at Law
P. O. Drawer 700
Roswell, New Mexico 88201

Re: CASE NO. 9216
ORDER NO. R-8525

Applicant:

Harvey E. Yates Company

Dear Sir:

Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.

Sincerely,

Florene Davidson

FLORENE DAVIDSON
OC Staff Specialist

Copy of order also sent to:

Hobbs OCD x
Artesia OCD x
Aztec OCD

Other

HEYCO

PETROLEUM PRODUCERS

HARVEY E. YATES COMPANY

P.O. BOX 1933 ONE SUNWEST CENTRE 505/623-6601
ROSWELL, NEW MEXICO 88201

August 28, 1987

WORKING INTEREST OWNERS IN THE YOUNG DEEP UNIT

Re: Young Deep Unit #8 Well
660' FNL & 860' FEL
Section 9, T-18S, R-32E
Lea County, New Mexico

Gentlemen:

Enclosed is a proposal to deepen the Young Deep Unit #8 well to approximately 9000', and extend the drainhole approximately 300-400' horizontally from the wellbore, bottoming in the Bone Spring Sand.

In order to accomplish this procedure, it will be necessary to appear at an Oil Conservation Division hearing. Among the evidence we will need to present is that all of the owners have been properly notified. In this regard, we are asking that each of you sign and return one copy of this letter to us so that we will have it in advance of the September 23rd hearing.

If you concur with this proposed operation, we ask that you also sign and return your AFE prior to the date of the hearing so that we can show evidence of approval by the WI owners to the Oil Conservation Division.

If you wish to discuss this proposal, or have any questions, please get in touch with us right away.

Very truly yours,

Rosemary Avery

Rosemary T. Avery
Project Landman

RTA/YDU8WIO/LL
Enclosures

RECEIVED NOTIFICATION THIS
_____ DAY OF _____, 1987.

CONOCO INC.
Company

By: _____

RECEIVED
HOBBS DIVISION
AUG 31 '87

			Handle
Div. Mgr.			
Div. Oper. Mgr.			
Div. Adm. Svcs.			
Div. Eng. Mgr.			
Div. Dril. Supt.			
Prod. Supt. - E			
Prod. Supt. - W			
Oper. Coord.			
Coord. Tng.			
Adm. Supv. - Jan.			
Adm. Supv. - D.,.,.-U.			
Supv. Syst. Anal.			
Prod. Engr.			
Supv. Prod. Engr.			
Supv. Prod. Engr.			
Supv. Prod. Engr.			

KWP