

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. _____

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 W/2 of Section 17, Township 22 South, Range 24 East, N.M.P.M., Eddy County, New Mexico and proposes to drill its Hickory "ALV" Federal Well No. 3 as a gas well in the Upper Pennsylvanian formation, Indian Basin-Upper Pennsylvanian Associated Gas Pool, 2166 feet from the South line and 2253 feet from the West line in Unit K of said Section 17.
2. Applicant seeks an exception to the Division's well location requirements to permit the drilling of said well in the Upper Pennsylvanian formation at the above-described location.
3. A standard 320-acre proration unit comprised of the W/2 of said Section 17 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 Upper Pennsylvanian formation 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 October 7, 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.

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