

# Memo

From

FLORENE DAVIDSON  
ADMINISTRATIVE SECRETARY

To

Called in by Joe Hall  
9/28/81

Harvey E. Yates Company  
Statutory Unitization

Eddy County  
Travis Penn Unit

Section 12 - S/2 SE/4  
Section 13 - N/2 and  
N/2 SW/4

T185 - R 28E

480 acres

OIL CONSERVATION COMMISSION-SANTA FE

**HEYCO**

PETROLEUM PRODUCERS



**HARVEY E. YATES COMPANY**

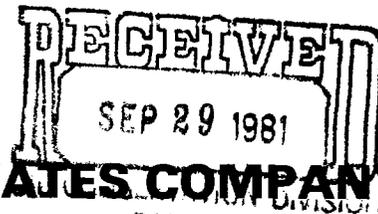
SANTA FE

P. O. BOX 1933

SUITE 300, SECURITY NATIONAL BANK BUILDING

505/623-6601

ROSWELL, NEW MEXICO 88201



September 25, 1981

State of New Mexico  
Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501

*Case 7391*

Attention: Mr. Joe Ramey

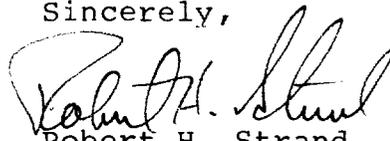
Re: Application for  
Unitization  
TRAVIS PENN UNIT  
Section 12 and 13  
T-18S, R-28E, N.M.P.M.  
Eddy County, New Mexico

Gentlemen:

Enclosed for filing is an original and two copies of an Application for Unitization on the above captioned well. Would you kindly set this matter for hearing on October 21, 1981?

Please provide us with a Docket of the same. Thank you.

Sincerely,

  
Robert H. Strand  
Attorney

RHS:dk  
OCD #36

Enclosures



BEFORE THE OIL CONSERVATION DIVISION  
ENERGY AND MINERALS DEPARTMENT OF  
THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION :  
OF HARVEY E. YATES COMPANY FOR : Case No. 7391  
UNITIZATION OF THE TRAVIS PENN :  
UNIT, EDDY COUNTY, NEW MEXICO :

APPLICATION

COMES NOW HARVEY E. YATES COMPANY by its attorney and respectfully states:

1. Applicant requests the Division issue an Order providing for the unitization and unit operation of the Travis Penn Unit pursuant to the Statutory Unitization Act §70-7-1 et. seq. N.M.S.A., 1978.

2. The proposed unit area and unitized formations would be:

Township 18 South, Range 28 East, N.M.P.M.  
Section 12: S/2 SE/4  
Section 13: N/2, N/2 SW/4

Containing 480 acres more or less;

3. The proposed unitized formation will be the Cisco-Canyon formation, which is that continuous stratigraphic interval that was encountered between the logged depths of 9815 feet and 9935 feet in Harvey E. Yates Company's Travis Deep Unit #2 Well.

4. The mineral ownership within the proposed unit area is:

United States	50.00%
State of New Mexico	50.00%

5. The reservoir or portion thereof involved in this application has been reasonably defined by production.

6. Applicant requests the formation of the Travis Penn Unit to conduct a secondary recovery project utilizing waterflood injection.

7. Applicant has prepared a plan of unitization which includes the manner in which costs will be allocated and paid. This plan was embodied in a unit agreement which was presented to and considered by the Division in Case No. 7044.

8. Applicant has had an operating plan prepared covering the manner in which the unit will be supervised and managed. This plan was presented to and considered by the Division in Case No. 7044 and Case No. 7320.

9. Applicant believes that the unitized management, operation and further development of the oil or gas pool or a portion thereof is reasonably necessary in order to effectively carry on pressure maintenance or secondary or tertiary recovery of oil and gas from the pool or the unitized portion thereof.

10. Applicant believes that one (1) or more of the said unitized methods of operations as applied to such pool or portion thereof is feasible, will prevent waste and will result with reasonable probability in the increased recovery of substantially more oil and gas from the pool or unitized portion thereof than would otherwise be recovered.

11. Applicant believes that the estimated additional costs, if any, of conducting such operations will not exceed the estimated value of the additional oil and gas so recovered plus a reasonable profit.

12. Applicant believes that such unitization and adoption of one (1) or more of such unitized methods of operation will benefit the working interest owners and royalty owners of the oil and gas rights within the pool or portion thereof directly affected.

13. Applicant believes he has made a good faith effort. to secure voluntary unitization within the pool or portion thereof directly affected.

14. Applicant believes that the participation formula contained in the unitization agreement allocates the produced and saved unitized hydrocarbons to the separately owned tracts in the unit area on a fair, reasonable, and equitable basis.

WHEREFORE, Applicant respectfully requests:

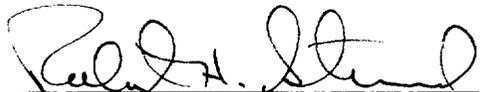
A. That this application be set for a hearing before an examiner and that notice of said hearing be given as required by law.

B. That upon such hearing, the Division enter its order providing for unitization and unit operation of the Travis Penn Unit pursuant to the Statutory Unitization Act, §70-7-1 et.seq. N.M.S.A., 1978.

C. For such further relief as the Division deems just and proper.

DATED this 25th day of September, 1981.

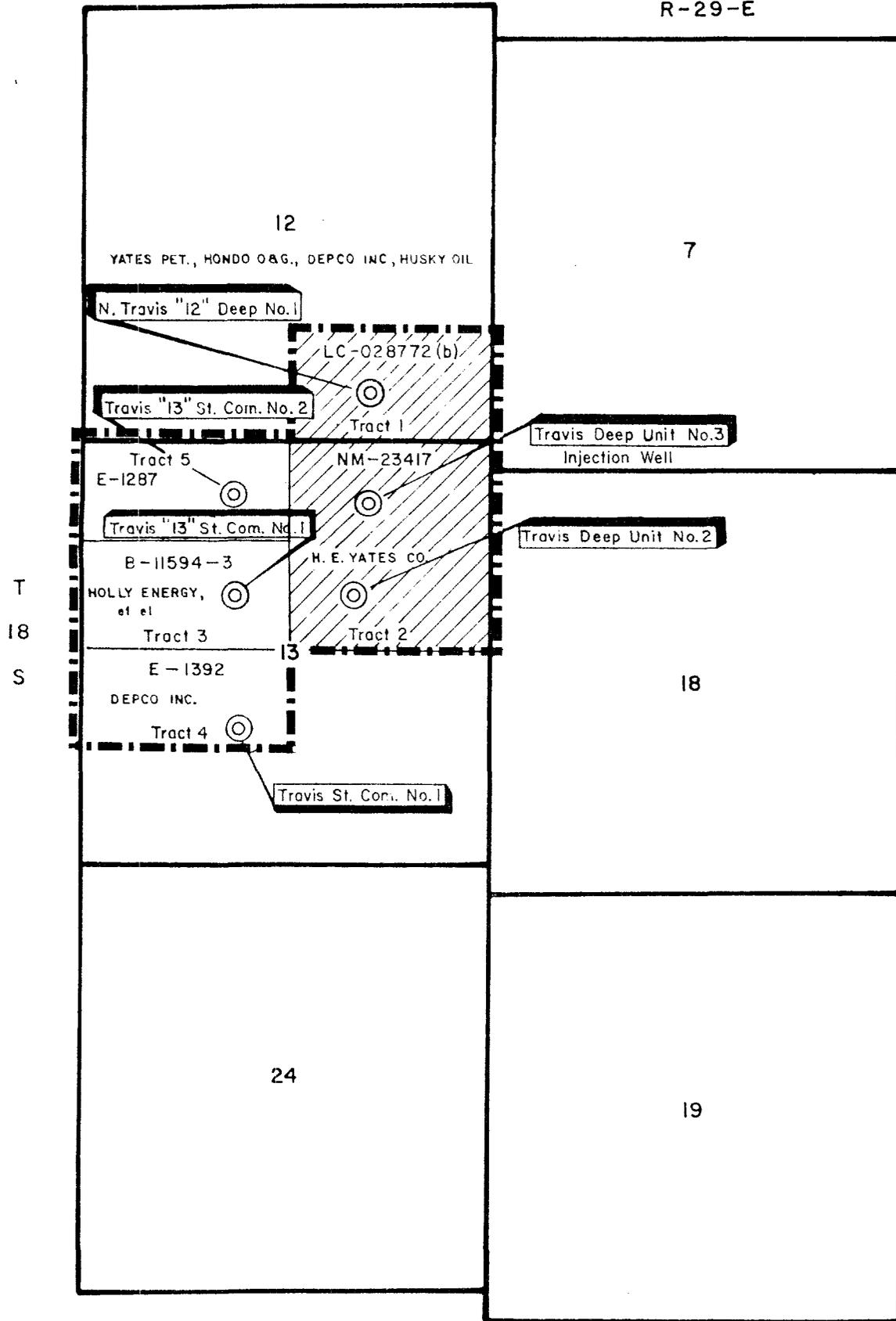
HARVEY E. YATES COMPANY

BY:   
Robert H. Strand  
Attorney for Applicant  
Post Office Box 1933  
Roswell, New Mexico 88201

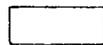
RES:dk

R-28-E

R-29-E



**LEGEND**

-  FEDERAL LAND 240.00 = 50.00% OF UNIT AREA
-  STATE LAND 240.00 = 50.00% OF UNIT AREA  
TOTAL AC. 100%
-  UNIT BOUNDARY

**TRAVIS PENN UNIT**  
EDDY COUNTY, NEW MEXICO

**EXHIBIT "A"**

