

State of New Mexico  
**ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT**  
Santa Fe, New Mexico 87505



February 7, 1995

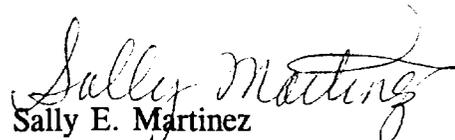
CAMBELL, CARR, BERGE  
& SHERIDAN  
Attorneys at Law  
P. O. Box 2208  
Santa Fe, New Mexico 87504

RE: CASE NO. 10748  
ORDER NO. R-9922-B

Dear Sir:

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

Sincerely,

  
Sally E. Martinez  
Administrative Secretary

cc: BLM - Carlsbad  
James Bruce  
Tom Kellahin

---

**VILLAGRA BUILDING - 408 Galisteo**

Forestry and Resources Conservation Division  
P.O. Box 1948 87504-1948  
827-5830

Park and Recreation Division  
P.O. Box 1147 87504-1147  
827-7465

---

**2040 South Pacheco**

Office of the Secretary  
827-5950

Administrative Services  
827-5925

Energy Conservation & Management  
827-5900

Mining and Minerals  
827-5970

Oil Conservation  
827-7131

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

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

MICHAEL H. FELDEWERT  
TANYA M. TRUJILLO  
NANCY A. RATH

JACK M. CAMPBELL  
OF COUNSEL

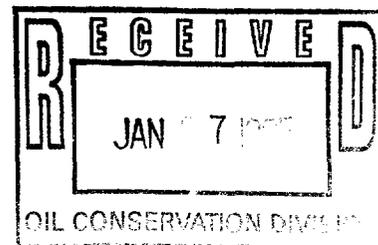
*DC*

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

January 27, 1995

HAND-DELIVERED

William J. LeMay, Director  
Oil Conservation Division  
New Mexico Department of Energy,  
Minerals and Natural Resources  
2040 South Pacheco Street  
Santa Fe, New Mexico 87505



Attn: David Catanach, Hearing Examiner

Re: Case No. 10748:  
Application of Yates Energy Corporation for pool creation, classification of  
the new pool as an associated pool, and for special pool rules, Eddy County,  
New Mexico

Gentlemen:

Oil Conservation Division Order No. R-9922 entered on July 6, 1993 in Case No. 10748 established Temporary Special Pool Rules and Regulations for the Indian Basin-Upper Pennsylvanian Associated Pool. Pursuant to this order, this case was to be reopened in January, 1995, to permit operators in the pool to appear and show cause why these Special Pool Rules should not be rescinded.

Most of the eighteen month life of these temporary rules was consumed by an environmental audit. Currently development operations are underway but only limited data is available and should permanent rules be adopted at this time, they may well have to be amended when the results of current development efforts are known. Therefore, a one year extension of these temporary rules is needed.

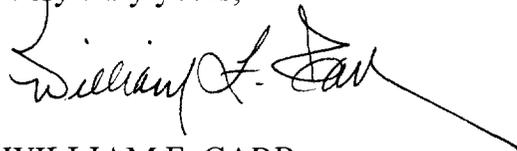
William J. LeMay, Director  
Oil Conservation Division  
New Mexico Department of Energy,  
Minerals and Natural Resources  
January 27, 1995  
Page 2

The other operators in the pool are: Nearburg Exploration Company, Santa Fe Energy, and Marathon Oil Company. Each of these operators has been contacted about a one year continuance of the special pool rules and regulations for the Indian Basin-Upper Pennsylvanian Associated Pool and none of them object to a continuance.

Yates Petroleum Corporation, therefore requests that the Temporary Pool Rules established by Order No. R-9922 be continued in full force and effect until January, 1996 and that Case No. 10748 be reopened at that time to permit operators in this pool to appear and show cause why the temporary rules should not be rescinded.

Your attention to this request is appreciated.

Very truly yours,

A handwritten signature in cursive script, appearing to read "William F. Carr", with a long horizontal line extending to the right.

WILLIAM F. CARR  
ATTORNEY FOR YATES ENERGY CORPORATION  
WFC:mlh

cc: Nearburg Exploration Company  
Attn: Tim McDonald  
3300 North "A" Street, Suite 120  
Midland, TX 79705

Santa Fe Energy  
Attn: Don Rogers  
5050 W. Texas, Suite 1330  
Midland, TX 79701

Marathon Oil Company  
Attn: Rod Stewart  
Box 552  
Midland, TX 79702

Yates Petroleum Corporation  
Attn: David Boneau  
105 South Fourth Street  
Artesia, NM 88210

CAMPBELL, CARR & BERGE, P.A.  
LAWYERS

MICHAEL B. CAMPBELL  
WILLIAM F. CARR  
BRADFORD C. BERGE

MICHAEL H. FELDEWERT  
TANNIS L. FOX  
TANYA M. TRUJILLO  
PAUL R. OWEN

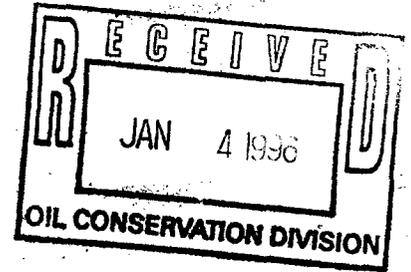
JACK M. CAMPBELL  
OF COUNSEL

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

January 4, 1995

**HAND-DELIVERED**

William J. LeMay, Director  
Oil Conservation Division  
New Mexico Department of Energy,  
Minerals and Natural Resources  
2040 South Pacheco Street  
Santa Fe, New Mexico 87505



Re: Oil Conservation Division Case No. 10748 (Reopened):  
In the matter of Case No. 10748 being reopened pursuant to the provisions of  
Division Order No. R-9922-B, which order continued Special Rules and  
Regulations for the Indian Basin-Upper Pennsylvanian Associated Pool in  
Eddy County, New Mexico

Dear Mr. LeMay:

Yates Petroleum Corporation respectfully requests that this matter which is currently set on  
the Division docket for the January 11, 1996 hearings be continued to the January 25, 1996  
Examiner docket.

Your attention to this matter is appreciated.

Very truly yours,

A handwritten signature in black ink, appearing to read "William F. Carr". The signature is fluid and cursive, with a long horizontal stroke extending to the right.

WILLIAM F. CARR  
WFC:mlh

cc: Mr. Pinson McWhorter