

CASE 7263: YATES PETROLEUM CORPORATION  
FOR AMENDMENT OF ORDER NO. R-5527, EDDY  
COUNTY, NEW MEXICO



BRUCE KING  
GOVERNOR  
LARRY KEHOE  
SECRETARY

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

June 29, 1981

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87501  
(505) 827-2434

Mr. Chad Dickerson  
Losee, Carson & Dickerson  
Attorneys at Law  
Post Office Box 239  
Artesia, New Mexico 88210

Re: CASE NO. 7263  
ORDER NO. R-6714

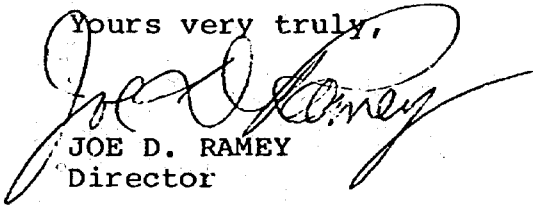
Applicant:

Yates Petroleum Corporation

Dear Sir:

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

Yours very truly,

  
JOE D. RAMEY  
Director

JDR/fd

Copy of order also sent to:

Hobbs OCD ☒  
Artesia OCD ☒  
Aztec OCD ☐

Other ☐

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
DIVISION FOR THE PURPOSE OF  
CONSIDERING:

CASE NO. 7263  
Order No. R-6714

APPLICATION OF YATES PETROLEUM  
CORPORATION FOR AMENDMENT OF  
ORDER NO. R-5527, EDDY COUNTY,  
NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on June 17, 1981,  
at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 25th day of June, 1981, the Division  
Director, having considered the testimony, the record, and the  
recommendations of the Examiner, and being fully advised in the  
premises,

FINDS:

- (1) That due public notice having been given as required  
by law, the Division has jurisdiction of this cause and the  
subject matter thereof.
- (2) That the applicant, Yates Petroleum Corporation, seeks  
the amendment of Division Order No. R-5527, which approved an  
unorthodox Morrow location, to permit the recompletion of its  
Blevins "IK" Well No. 1 in Unit D of Section 35, Township 17  
South, Range 26 East, as an unorthodox gas well location in all  
Wolfcamp and Pennsylvanian formations, Eddy County, New Mexico.
- (3) That the N/2 of said Section 35 is to be dedicated to  
the well.
- (4) That said well was completed in the Morrow formation  
at said unorthodox location but is now depleted, and applicant  
proposes to attempt to recomplete the well in the shallower  
Pennsylvanian pay zones and possibly in the Wolfcamp.
- (5) That no offset operator objected to the proposed  
unorthodox location.

-2-

Case No. 7263

Order No. R-6714

(6) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the subject pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That Ordering Paragraph No. (1) of Division Order No. R-5527, dated September 6, 1977, is hereby amended to read in its entirety as follows:

"(1) That an unorthodox gas well location for the Wolfcamp formation and all zones in the Pennsylvanian formation is hereby approved for the Yates Petroleum Corporation Blevins "I-K" Well No. 1, drilled at a point 960 feet from the North line and 690 feet from the West line of Section 35, Township 17 South, Range 26 East, NMPM, Kennedy Farms Field, Eddy County, New Mexico."

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

  
JOE D. RAMEY  
Director

  
S E A L

fd/

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION  
STATE LAND OFFICE BLDG.  
SANTA FE, NEW MEXICO  
3 June 1981

EXAMINER HEARING

IN THE MATTER OF:

Application of Yates Petroleum Cor-  
poration for amendment of Order No.  
R-5527, Eddy County, New Mexico.

CASE  
7263

BEFORE: Richard L. Stamets

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation  
Division:

Ernest L. Padilla, Esq.  
Legal Counsel to the Division  
State Land Office Bldg.  
Santa Fe, New Mexico 87501

For the Applicant:

1  
2 MR. STAMETS: The hearing will come to  
3 order, please.

4 We'll call first Case 7263.

5 MR. PADILLA: Application of Yates  
6 Petroleum Corporation for amendment of Order No. R-5527, Eddy  
7 County, New Mexico.

8 MR. STAMETS: At the request of the  
9 applicant, this case will be continued to the June 17th  
10 Examiner Hearing.

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12 (Hearing concluded.)  
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C E R T I F I C A T E

I, SALLY W. BOYD, C.S.R., DO HEREPY CERTIFY that  
the foregoing Transcript of Hearing before the Oil Conserva-  
tion Division was reported by me; that the said transcript  
is a full, true, and correct record of the hearing, prepared  
by me to the best of my ability.

Sally W. Boyd CSR

SALLY W. BOYD, C.S.R.  
Rt. 1 Box 193-B  
Santa Fe, New Mexico 87501  
Phone (505) 455-7409

I declare that the foregoing is  
a true and correct transcript of the  
hearing of Case No. 7262  
heard by me on 6-8-81  
Richard P. Stamm, Examiner  
Oil Conservation Division

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION  
STATE LAND OFFICE BLDG.  
SANTA FE, NEW MEXICO  
3 June 1931

EXAMINER HEARING

IN THE MATTER OF:

Application of Yates Petroleum Corporation for amendment of Order No. R-5527, Eddy County, New Mexico.

CASE  
7263

BEFORE: Richard L. Stamets

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation  
Division:

Ernest L. Padilla, Esq.  
Legal Counsel to the Division  
State Land Office Bldg.  
Santa Fe, New Mexico 87501

For the Applicant:



1  
2 MR. STAMETS: The hearing will come to  
3 order, please.

4 We'll call first Case 7263.

5 MR. PADILLA: Application of Yates  
6 Petroleum Corporation for amendment of Order No. P-5527, Eddy  
7 County, New Mexico.

8 MR. STAMETS: At the request of the  
9 applicant, this case will be continued to the June 17th  
10 Examiner Hearing.

11  
12 (Hearing concluded.)  
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C E R T I F I C A T E

I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that  
the foregoing Transcript of Hearing before the Oil Conserva-  
tion Division was reported by me; that the said transcript  
is a full, true, and correct record of the hearing, prepared  
by me to the best of my ability.

Sally W. Boyd CSR

I do hereby certify that the foregoing is  
a complete record of the proceedings in  
the Examiner hearing of Case No. \_\_\_\_\_,  
heard by me on \_\_\_\_\_ 19\_\_\_\_.

\_\_\_\_\_, Examiner  
Oil Conservation Division

SALLY W. BOYD, C.S.R.

Rt. 1 Box 191-B  
Santa Fe, New Mexico 87501  
Phone (505) 455-7409

Dockets Nos. 20-81 and 21-81 are tentatively set for July 2 and 15, 1981. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - JUNE 17, 1981

9 A.M. - OIL CONSERVATION DIVISION CONFERENCE ROOM,  
STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Daniel S. Nutter, Examiner, or Richard L. Stamets, Alternate Examiner:

- ALLOWABLE: (1) Consideration of the allowable production of gas for July, 1981, from fifteen prorated pools in Lea, Eddy, and Chaves Counties, New Mexico.
- (2) Consideration of the allowable production of gas for July, 1981, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.

CASE 7273: Application of Blanks Energy Corporation for an unorthodox oil well location and possible directional drilling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a well to be drilled 330 feet from the South line and 900 feet from the East line of Section 16, Township 18 South, Range 35 East, South Vacuum-Devonian Pool, the S/2 SE/4 of said Section 16 to be dedicated to the well. If commercial production is not obtained at said location, applicant proposes to come back up the hole and directionally drill in a westerly direction and bottom the well in the Devonian formation at a standard location in the SW/4 SE/4 of said Section 16.

CASE 7274: Application of Bass Enterprises Production Company for directional drilling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to directionally drill its James Ranch Unit Well No. 13 from an unorthodox surface location 660 feet from the South line and 1340 feet from the East line of Section 36, Township 22 South, Range 30 East, in such a manner as to bottom said well in the Morrow formation at a standard location at least 660 feet from the South line and 1980 feet from the West line of Section 31, Township 22 South, Range 31 East, the S/2 of said Section 31 to be dedicated to the well.

CASE 7275: Application of S. P. Yates for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp-Pennsylvanian formations underlying the N/2 of Section 21, Township 19 South, Range 27 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.

CASE 7263: (Continued from June 3, 1981, Examiner Hearing)

Application of Yates Petroleum Corporation for amendment of Order No. R-5527, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Division Order No. R-5527, which approved an unorthodox Morrow location, to permit the recompletion of its Blevins "IK" Well No. 1 in Unit D of Section 35, Township 17 South, Range 26 East, as an unorthodox gas well location in all Wolfcamp and Pennsylvanian formations.

CASE 7276: Application of Mobil Producing Texas & New Mexico Inc. for the extension of the vertical limits of the Langlie Mattix Pool, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the contraction of the vertical limits of the Jalmat Pool and the upward extension of the vertical limits of the Langlie Mattix Pool to the following depths underlying the following 40-acre tracts in Township 25 South, Range 37 East: NE/4 SE/4 of Section 4: 3327 feet; NE/4 SW/4 of Section 3: 3215 feet; and NE/4 NW/4 of Section 15: 3206 feet.

CASE 7277: Application of Holly Energy, Inc. for an unorthodox oil well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Beeson Well No. 2 to be drilled 1100 feet from the North line and 2300 feet from the West line of Section 29, Township 17 South, Range 30 East, Grayburg-Jackson Pool, the NE/4 NW/4 of said Section 29 to be dedicated to the well.

CASE 7278: Application of Pollution Control, Inc. for an oil treating plant permit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority for the construction and operation of an oil treating plant for the purpose of treating and reclaiming sediment oil at a site in the E/2 NW/4 of Section 18, Township 20 South, Range 33 East.

- CASE 7279:** Application of BCO, Inc. for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Basin-Dakota and Lybrook-Gallup production in the wellbores of the following wells located in Township 23 North, Range 7 West: Dunn Well No. 3 located in Unit I of Section 3 and State H Wells Nos. 3 and 4, located in Units M and D, respectively, of Section 2.
- CASE 7280:** Application of Northwest Pipeline Corporation for a dual completion and downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks authority to dually complete its Rosa Unit Well No. 77 located in Unit L of Section 33, Township 31 North, Range 5 West, to produce gas from the Mesaverde formation and commingled Gallup and Dakota production through separate strings of tubing.
- CASE 7281:** Application of Dugan Production Corporation for downhole commingling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of undesignated Gallup and Basin-Dakota production in the wellbore of its Windfall Well No. 10 located in Unit F of Section 31, Township 26 North, Range 11 West.
- CASE 7282:** Application of Jerome P. McHugh for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Wildhorse-Gallup and Basin-Dakota production in the wellbore of his Apache Well No. 3-E located in Unit H of Section 19, Township 26 North, Range 3 West.
- CASE 7254:** (Continued from May 20, 1981, Examiner Hearing)
- Application of Mesa Petroleum Company for compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Mesaverde formation underlying the W/2 of Section 15, Township 30 North, Range 11 West, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.
- CASE 7270:** (Continued from June 3, 1981, Examiner Hearing)
- Application of Southland Royalty Company for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp and Pennsylvanian formations underlying the N/2 of Section 21, Township 19 South, Range 27 East, to be dedicated to its Pecc's River Federal 21-A Com Well No. 1 drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.
- CASE 7250:** (Continued from June 3, 1981, Examiner Hearing)
- Application of Southland Royalty Company for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formation underlying the N/2 of Section 22, Township 18 South, Range 29 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.

Dockets Nos. 19-81 and 20-81 are tentatively set for June 17 and July 2, 1981. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - JUNE 3, 1981

9 A.M. - OIL CONSERVATION DIVISION CONFERENCE ROOM,  
STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Richard L. Stamets, Examiner, or Daniel S. Nutter, Alternate Examiner:

- CASE 7261: Application of Robert N. Enfield for a unit agreement, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval for the Pecos River Bluff Unit Area, comprising 4789 acres, more or less, of State and Federal lands in Township 13 South, Range 27 East.
- CASE 7262: Application of Union Oil Company of California for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the Berry State Unit Area, comprising 2,228 acres, more or less, of State lands in Township 21 South, Ranges 33 and 34 East.
- CASE 7263: Application of Yates Petroleum Corporation for amendment of Order No. R-5527, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Division Order No. R-5527, which approved an unorthodox Morrow location, to permit the recompletion of its Blevins "IK" Well No. 1 in Unit D of Section 35, Township 17 South, Range 26 East, as an unorthodox gas well location in all Wolfcamp and Pennsylvanian formations.
- CASE 7238: (Continued from May 6, 1981, Examiner Hearing)
- Application of Holly Energy, Inc. for directional drilling and an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to directionally drill its Salt Lake South Deep Well No. 1, the surface location of which is 2189 feet from the North line and 500 feet from the East line of Section 6, Township 21 South, Range 32 East, South Salt Lake-Morrow Gas Pool, in a northerly direction to bottom it within 150 feet of the center of Unit A (Lot 1) of said Section 6, Lots 1 thru 8 to be dedicated to the well.
- CASE 7217: (Continued and Readvertised)
- Application of Harvey E. Yates Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox Wolfcamp-Pennsylvanian location of its Travis Ohio State Com Well No. 1 to be drilled 760 feet from the South line and 660 feet from the West line of Section 13, Township 18 South, Range 28 East, the S/2 of said Section 13 to be dedicated to the well.
- CASE 7251: (Continued from May 6, 1981, Examiner Hearing)
- Application of Southern Union Exploration Company of Texas for compulsory pooling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the West Puerto Chiquito-Mancos Oil Pool underlying all of Section 36, Township 24 North, Range 1 West, to be dedicated to its Mobil Federal Well No. 1 drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.
- CASE 7264: Application of Cities Service Company for a salt water disposal well, McKinley County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Entrada formation at a depth of 5200 feet to 5350 feet in its Federal "E" Well No. 2 in Unit H of Section 28, Township 19 North, Range 5 West.
- CASE 7265: Application of Tenneco Oil Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a well to be drilled 2310 feet from the North line and 990 feet from the West line of Section 13, Township 21 South, Range 25 East, Catclaw Draw-Morrow Gas Pool, the N/2 of said Section 13 to be dedicated to the well.
- CASE 7266: Application of Tenneco Oil Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a well to be drilled 660 feet from the North line and 1650 feet from the East line of Section 14, Township 21 South, Range 25 East, Catclaw Draw-Morrow Gas Pool, the N/2 of said Section 14 to be dedicated to the well.

CASE 7237: (Continued and Readvertised)

Application of Conoco Inc. for a dual completion and downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dually complete its State "F-1" Well No. 10 located in Unit V of Section 1, Township 21 South, Range 36 East, to produce oil from the Hardy-Blinebry Pool and commingled Hardy-Drinkard and undesignated Tubb production.

CASE 7267: Application of Conoco Inc. for a dual completion and unorthodox location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dually complete its SENU Burger Well No. 107 to produce oil from the Skaggs-Grayburg and an undesignated Paddock Pool at an unorthodox location 2615 feet from the South and East lines of Section 19, Township 20 South, Range 38 East.

CASE 7268: Application of Conoco Inc. for pool extension and contraction, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the upward extension of the vertical limits of the Skaggs-Grayburg Pool to include the lowermost 100 feet of the Queen formation underlying all of Section 13, the E/2 of Section 24, and NE/4 of Section 25, Township 20 South, Range 37 East, and the W/2 of Section 18, all of Section 19, NW/4 of Section 20, and N/2 of Section 30, Township 20 South, Range 38 East. Applicant also proposes the contraction of the vertical limits of the Eumont Pool by deletion of the lowermost 100 feet of the Queen formation underlying the NW/4 of Section 13 and E/2 of Section 24, Township 20 South, Range 37 East, and the W/2 of Section 18 and W/2 of Section 19, Township 20 South, Range 38 East.

CASE 7248: (Continued from May 6, 1981, Examiner Hearing)

Application of Inexco Oil Company for pool creation, special pool rules, and an oil discovery allowable, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new Wolfcamp oil pool for its Federal 10 State Com. Well No. 1 located in Unit L of Section 10, Township 21 South, Range 26 East, and the promulgation of special rules therefor, including provisions for 160-acre spacing. Applicant further seeks the assignment of approximately 42,290 barrels of discovery allowable to the aforesaid well.

CASE 7269: Application of Alpha Twenty-One Production Company for an unorthodox gas well location and a non-standard proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 120-acre non-standard proration unit comprising the E/2 SW/4 and the SW/4 SE/4 of Section 21, Township 21 South, Range 37 East, Eumont Gas Pool, to be dedicated to its Lansford Well No. 4 at an unorthodox location 810 feet from the South line and 1880 feet from the East line of said Section 21.

CASE 7270: Application of Southland Royalty Company for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp and Pennsylvanian formations underlying the N/2 of Section 21, Township 19 South, Range 27 East, to be dedicated to its Pecos River Federal 21-A Com Well No. 1 drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.

CASE 7250: (Continued from May 6, 1981, Examiner Hearing)

Application of Southland Royalty Company for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formation underlying the N/2 of Section 22, Township 18 South, Range 29 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.

CASE 7271: Application of Morris R. Antweil for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in all formations from the surface down through the Drinkard formation underlying the NW/4 SE/4 of Section 5, Township 20 South, Range 38 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.

CASE 7086: (Continued from May 20, 1981, Examiner Hearing)

Application of Blackwood & Nichols Company, Ltd. for designation of a tight formation, San Juan and Rio Arriba Counties, New Mexico. Applicant, in the above-styled cause, seeks the designation of the Pictured Cliffs formation underlying portions of Townships 30 and 31 North, Ranges 6, 7, and 8 West, containing 33,500 acres, more or less, as a tight formation pursuant to Section 107 of the Natural Gas Policy Act and 18 CFR Section 271.701-705.

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION  
STATE LAND OFFICE BLDG.  
SANTA FE, NEW MEXICO  
17 June 1981

EXAMINER HEARING

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IN THE MATTER OF:

Application of Yates Petroleum  
Corporation for amendment of Order  
No. R-5527, Eddy County, New Mexico.

CASE  
7263

BEFORE: Daniel S. Nutter

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation  
Division:

Ernest L. Padilla, Esq.  
Legal Counsel to the Division  
State Land Office Bldg.  
Santa Fe, New Mexico 87501

For the Applicant:

Chad Dickerson, Esq.  
LOSEE, CARSON, & DICKERSON  
Artesia, New Mexico

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I N D E X

ALBERT RAY STALL

Direct Examination by Mr. Dickerson

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E X H I B I T S

Applicant Exhibit One, Plat

Applicant Exhibit Two,

Applicant Exhibit Three, Form C-101

Applicant Exhibit Four, Letters

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3 MR. NUTTER: Call next Case Number 7263.

4 MR. PADILLA: Application of Yates  
5 Petroleum Corporation for amendment of Order No. R-5527,  
6 Eddy County, New Mexico.

7 MR. DICKERSON: Mr. Examiner, I'm Chad  
8 Dickerson on behalf of the applicant, and we have one witness  
9 to be sworn.

10  
11 (Witness sworn.)

12  
13 ALBERT RAY STALL  
14 being called as a witness and being duly sworn upon his oath,  
15 testified as follows, to-wit:

16 DIRECT EXAMINATION

17 BY MR. DICKERSON:

18 Q Will you state your name, your occu-  
19 pation, and where you reside, please?

20 A Albert Ray Stall. I'm employed by  
21 Yates Petroleum Corporation. I live at 1604 Washington Avenue,  
22 Artesia.

23 Q What is your occupation?

24 A Engineering Supervisor.

25 Q Now, Mr. Stall, you have not previously

1  
2 testified before this Division as an engineer, have you?

3 A. No, I have not.

4 Q. Would you briefly recap for the Examiner  
5 your educational and work background?

6 A. I received a Bachelor of Science degree  
7 in mechanical engineering from New Mexico State University  
8 in 1969.

9 I worked for Mobil Oil Corporation for  
10 four and a half years in the Midland Producing Department,  
11 and I worked for the U. S. Geological Survey for six years,  
12 and have been employed by Yates Petroleum for one year.

13 Q. Mr. Stall, are you familiar with the  
14 application of Yates Petroleum Corporation in this proceeding?

15 A. Yes, I am.

16 MR. DICKERSON: Mr. Examiner, I tender  
17 Mr. Stall as an expert engineer.

18 MR. NUTTER: Mr. Stall is so qualified.  
19 Is that S-T-U-L-L?

20 A. S-T-A-L-L.

21 MR. NUTTER: S-T-A-L-L. Thank you.

22 Q. Mr. Stall, briefly describe what Yates  
23 seeks by its application.

24 A. What we're seeking to do is to tempo-  
25 rarily abandon a Morrow completion in our Blevins "IK" Com

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2 Well No. 1 and come uphole and recomplete in the Cisco; pro-  
3 duce that zone until such time as we can establish reserves  
4 from it; and then at a later date apply to the Commission, or  
5 the Conservation Division, for approval to commingle the  
6 Cisco completion with the present Morrow completion.

7 MR. DICKERSON: Mr. Examiner, I would  
8 just direct your attention to the previous order of the Com-  
9 mission in No. R-5527, Case Number 6020, in which the applicant  
10 sought and received approval for an unorthodox Morrow gas  
11 well location, this same well.

12 MR. NUTTER: That was Case Number 6020,  
13 Order No. R-what?

14 MR. DICKERSON: 5527.

15 MR. NUTTER: And that approved the  
16 unorthodox location for the Morrow zone only?

17 MR. DICKERSON: Correct.

18 MR. NUTTER: And now the Morrow is  
19 depleted and you propose to recomplete the well in other  
20 Pennsylvanian formations?

21 MR. DICKERSON: That's right.

22 MR. NUTTER: I believe the application  
23 was also for possible recompletion in the Wolfcamp.

24 MR. DICKERSON: That's correct.

25 MR. NUTTER: Are there any further

1  
2 questions of Mr. Stall? He may --

6

3  
4 MR. DICKERSON: He has a couple of  
5 exhibits he would like to briefly refer to Mr. Nutter.

6 MR. NUTTER: Oh, okay.

7 Q  
8 Mr. Stall, would you just in seriatim  
9 refer to your Exhibits Numbers One, Two, Three, and Four, and  
10 describe for the Examiner what they show?

11 A  
12 All right.

13 Exhibit One is a land plat of the area  
14 that embraces the well. The well is in the north half of  
15 Section 35, Township 17 South, Range 26 East.

16 And Exhibit Two is a production schedule  
17 of production from the well from the Morrow interval as it's  
18 presently completed, showing the production has declined to  
19 a rate of about 40 to 50 Mcf of gas per day now.

20 Exhibit Three is a New Mexico Oil Con-  
21 servation Division Form C-101, by which we propose to tempo-  
22 rarily abandon the Morrow and recomplete in the Cisco and  
23 then apply at a later date for approval to commingle the two  
24 Zones for maximum hydrocarbon recovery.

25 This notice has been approved by Mr.  
Bill Gresser, the Artesia District Supervisor of the NMOCD,  
subject to approval of nonstandard location prior to pro-  
ducing the well.

1  
2 And then our final exhibit is a set of  
3 letters from offset operators waiving objection to the non-  
4 standard location in other Pennsylvanian and Wolfcamp forma-  
5 tions.

6 MR. DICKERSON: We'll move admission  
7 of Exhibits One through Four, Mr. Nutter.

8 MR. NUTTER: Exhibits One through Four  
9 will be admitted in evidence.

10 Q Mr. Stall, in your opinion would the  
11 granting of this application be in the interest of conserva-  
12 tion, the prevention of waste, and the protection of corre-  
13 lative rights?

14 A Yes.

15 MR. DICKERSON: That's all we have, Mr.  
16 Nutter,

17 MR. NUTTER: I only have one question,  
18 Mr. Stall. On Exhibit Number Four, who was it that signed  
19 that for Western Oil Producers?

20 A That's a good question. I don't have  
21 an answer for it, sir.

22 MR. NUTTER: You don't know the answer  
23 to that?

24 A No, I don't.

25 MR. NUTTER: Are there any further

1  
2 questions of Mr. Stall? He may be excused.

3 Do you have anything further in this  
4 case, Mr. Dickerson?

5 MR. DICKERSON: No.

6 MR. NUTTER: Does anyone have anything  
7 they wish to offer in Case Number 7263?

8 We'll take the case under advisement.

9  
10 (Hearing concluded.)  
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C E R T I F I C A T E

I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that  
the foregoing Transcript of Hearing before the Oil Conserva-  
tion Division was reported by me; that the said transcript  
is a full, true, and correct record of the hearing, prepared  
by me to the best of my ability.

Sally W. Boyd CSR

I do hereby certify that the foregoing is  
a complete report of the proceedings in  
the Examiner hearing of Case No. 7263  
heard by me on 6/17 1981.  
[Signature], Examiner,  
Oil Conservation Division

SALLY W. BOYD, C.S.R.

Rt. 1 Box 193-B  
Santa Fe, New Mexico 87501  
Phone (505) 455-7409

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STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION  
STATE LAND OFFICE BLDG.  
SANTA FE, NEW MEXICO  
17 June 1981

EXAMINER HEARING

IN THE MATTER OF:

Application of Yates Petroleum  
Corporation for amendment of Order  
No. R-5527, Eddy County, New Mexico.

CASE  
7263

BEFORE: Daniel S. Nutter

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation  
Division:

Ernest L. Padilla, Esq.  
Legal Counsel to the Division  
State Land Office Bldg.  
Santa Fe, New Mexico 87501

For the Applicant:

Chad Dickerson, Esq.  
LOSEE, CARSON, & DICKERSON  
Artesia, New Mexico



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I N D E X

ALBERT RAY STALL

Direct Examination by Mr. Dickerson

3

E X H I B I T S

Applicant Exhibit One, Plat

6

Applicant Exhibit Two,

6

Applicant Exhibit Three, Form C-101

6

Applicant Exhibit Four, Letters

7

MR. NUTTER: Call next Case Number 7263.

MR. PADILLA: Application of Yates  
Petroleum Corporation for amendment of Order No. R-5527,  
Eddy County, New Mexico.

MR. DICKERSON: Mr. Examiner, I'm Chad  
Dickerson on behalf of the applicant, and we have one witness  
to be sworn.

(Witness sworn.)

ALBERT RAY STALL  
being called as a witness and being duly sworn upon his oath,  
testified as follows, to-wit:

DIRECT EXAMINATION

BY MR. DICKERSON:

Q Will you state your name, your occu-  
pation, and where you reside, please?

A Albert Ray Stall. I'm employed by  
Yates Petroleum Corporation. I live at 1604 Washington Avenue  
Artesia.

Q What is your occupation?

A Engineering Supervisor.

Q Now, Mr. Stall, you have not previously

1 testified before this Division as an engineer, have you?

2 A. No. I have not.

3 Q. Would you briefly recap for the Examiner  
4 your educational and work background?

5 A. I received a Bachelor of Science degree  
6 in mechanical engineering from New Mexico State University  
7 in 1969.

8 I worked for Mobil Oil Corporation for  
9 four and a half years in the Midland Producing Department,  
10 and I worked for the U. S. Geological Survey for six years,  
11 and have been employed by Yates Petroleum for one year.

12 Q. Mr. Stall, are you familiar with the  
13 application of Yates Petroleum Corporation in this proceeding?

14 A. Yes, I am.

15 MR. DICKERSON: Mr. Examiner, I tender  
16 Mr. Stall as an expert engineer.

17 MR. NUTTER: Mr. Stall is so qualified.  
18 Is that S-T-U-L-L?

19 A. S-T-A-L-L.

20 MR. NUTTER: S-T-A-L-L. Thank you.

21 Q. Mr. Stall, briefly describe what Yates  
22 seeks by its application.

23 A. What we're seeking to do is to tempo-  
24 rarily abandon a Morrow completion in our Blevins "IK" Com  
25

1  
2 Well No. 1 and come uphole and recomplete in the Cisco; pro-  
3 duce that zone until such time as we can establish reserves  
4 from it; and then at a later date apply to the Commission, or  
5 the Conservation Division, for approval to commingle the  
6 Cisco completion with the present Morrow completion.

7 MR. DICKERSON: Mr. Examiner, I would  
8 just direct your attention to the previous order of the Com-  
9 mission in No. R-5527, Case Number 6020, in which the applicant  
10 sought and received approval for an unorthodox Morrow gas  
11 well location, this same well.

12 MR. NUTTER: That was Case Number 6020,  
13 Order No. R-what?

14 MR. DICKERSON: 5527.

15 MR. NUTTER: And that approved the  
16 unorthodox location for the Morrow zone only?

17 MR. DICKERSON: Correct.

18 MR. NUTTER: And now the Morrow is  
19 depleted and you propose to recomplete the well in other  
20 Pennsylvanian formations?

21 MR. DICKERSON: That's right.

22 MR. NUTTER: I believe the application  
23 was also for possible recompletion in the Wolfcamp.

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12 Section 35, Township 17 South, Range 26 East.

13 And Exhibit Two is a production schedule  
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15 presently completed, showing the production has declined to  
16 a rate of about 40 to 50 Mcf of gas per day now.

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18 servation Division Form C-101, by which we propose to tempo-  
19 rarily abandon the Morrow and recomplete in the Cisco and  
20 then apply at a later date for approval to commingle the two  
21 zones for maximum hydrocarbon recovery.

22 This notice has been approved by Mr.  
23 Bill Gresser, the Artesia District Supervisor of the NMOCB,  
24 subject to approval of nonstandard location prior to pro-  
25 ducing the well.

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2 And then our final exhibit is a set of  
3 letters from offset operators waiving objection to the non-  
4 standard location in other Pennsylvanian and Wolfcamp forma-  
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15 MR. DICKERSON: That's all we have, Mr.  
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17 MR. NUTTER: I only have one question,  
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2 questions of Mr. Stall? He may be excused.

3 Do you have anything further in this  
4 case, Mr. Dickerson?

5 MR. DICKERSON: No.

6 MR. NUTTER: Does anyone have anything  
7 they wish to offer in Case Number 7263?

8 We'll take the case under advisement.

9  
10 (Hearing concluded.)  
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C E R T I F I C A T E

I, SALLY W. BOYD, C.S.R., DO HEREPY CERTIFY that  
the foregoing Transcript of Hearing before the Oil Conserva-  
tion Division was reported by me; that the said transcript  
is a full, true, and correct record of the hearing, prepared  
by me to the best of my ability.

Sally W. Boyd CSR

SALLY W. BOYD, C.S.R.  
Rt. 1 Box 191-B  
Santa Fe, New Mexico 87501  
Phone (505) 455-7409

I do hereby certify that the foregoing is  
a true and correct transcript of the  
hearings in the case of No. 7263  
heard on 6/17 1982.  
[Signature], Examiner  
Oil Conservation Division





1 D 35 17 26 (Kennedy Farms-Morrow)

Case No. 7263  
N.M. Oil Conservation Div.  
6/17/81 Examiner Hearing  
Yates Petroleum Corporation  
Exhibit No. 2

Blevins IK Com Fee

1 D 35 17 26

Kennedy Farms - Morrow

[illegible]

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OPERATOR	<input checked="" type="checkbox"/>

NEW MEXICO OIL CONSERVATION COMMISSION

30-015-22287

Form C-101  
Revised 1-4-85

APR 24 1981

5A. Indicate Type of Lease

STATE ☐ PAT ☒

5. State Oil & Gas Lease No.

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

a. Type of Work

DRILL ☐

DEEPEN ☐

PLUG BACK ☒

b. Type of Well

OIL WELL ☐

GAS WELL ☒

OTHER ☐

SINGLE ZONE ☐

MULTIPLE ZONE ☐

c. Name of Operator

Yates Petroleum Corporation

d. Address of Operator

207 South 4th St., Artesia, NM 88210

e. Location of Well

UNIT LETTER D

LOCATED 960

FEET FROM THE

North

LINE

NO 690

FEET FROM THE

West

LINE OF SEC. 35

TWP. 17S

RGE. 26E

NMMPM

7. Unit Agreement Name

8. Farm or Lease Name

Blevins IK Com

9. Well No.

10. Field and Pool, or Wildcat

Und. Upper Penn

12. County

Eddy

19. Proposed Depth

PBTD 7400'

19A. Formation

Cisco

20. Rotary or C.T.

Service Unit

21. Operations (Show whether D.P., R.T., etc.)

3303' CR

21A. Kind & Status Plug. Bond

Blanket

21B. Drilling Contractor

22. Approx. Date Work will start

As soon as approved

PROPOSED CASING AND CEMENT PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	SACKS OF CEMENT	EST. TOP
17-1/2"	13-3/8"	54#	495'	380 (existing)	
12-1/4"	8-5/8"	24#	1480'	655 (existing)	
7-7/8"	4-1/2"	11.6 & 10.5#	8877'	460 (existing)	

Propose to temporarily abandon the Morrow by setting a standing valve in Guiberson Uni VI packer @ 8601', unlatch and pull tubing, set retrievable bridge plug at approximately 7400', perforate and stimulate Cisco interval 7260-7350'. After establishing Cisco reserves, NMOCD approval to commingle with Kennedy Farms Morrow will be requested for maximum hydrocarbon recovery.

Case No. 7263

N.M. Oil Conservation Div.

6/17/81 Examiner Hearing

Yates Petroleum Corporation

Exhibit No. 3

ABOVE SPACE DESCRIBE PROPOSED PROGRAM; IF PROPOSAL IS TO DEEPEN OR PLUG BACK, GIVE

1. ZONE, GIVE BLOWOUT PREVENTER PROGRAM, IF ANY.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

Signature \_\_\_\_\_ Title Engineer

Date 4-24-81

(This space for State Use)

APPROVED BY \_\_\_\_\_ TITLE SUPERVISOR, DISTRICT II

DATE APR 29 1981

ADDITIONS OF APPROVAL, IF ANY:

Standards, Inc. must be approved  
prior to producing the well

NEW MEXICO OIL CONSERVATION DEPARTMENT  
WELL LOCATION AND ACREAGE DEDICATION PLAT

ALL DISTANCES MUST BE PLotted FROM THE WELL

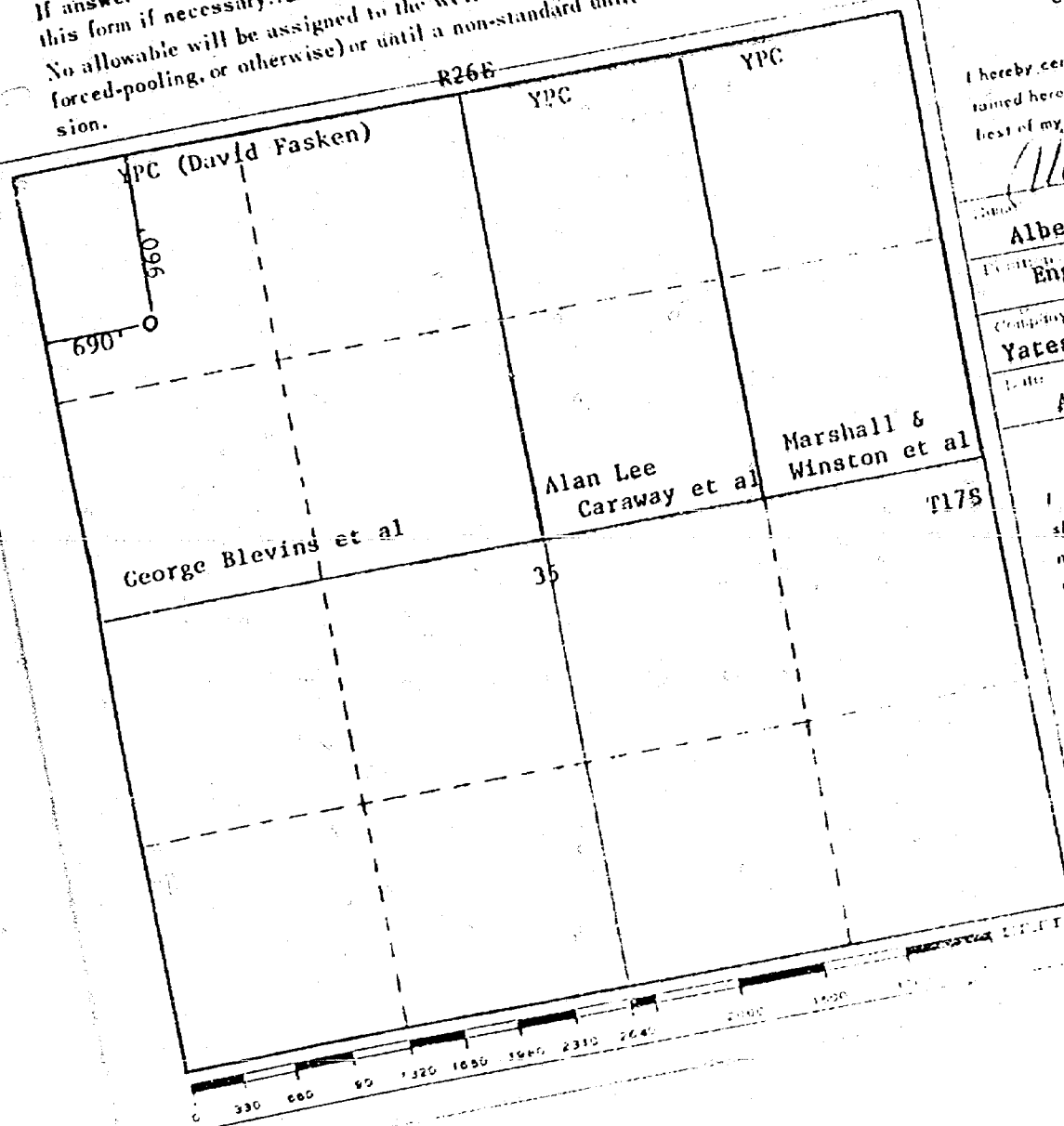
Yates Petroleum Corporation		Blevins "18" Com		Eddy	
Section	17 South	Range	26 East	County	West
Well Number	960	Section	35	Acres	320
Well Depth	3303'	Production	Morrow	Undesignated Upper Penn	

1. Outline the acreage dedicated to the subject well by colored pencil or ink line marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

☐ Yes ☐ No If answer is "yes," type of consolidation \_\_\_\_\_

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) \_\_\_\_\_

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Albert R. Stall  
Engineer

Yates Petroleum Corporation

April 20, 1981

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

REFER TO ORIGINAL SURVEY dated 8/29/77

By the Surveyor



207 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210

TELEPHONE (505) 748-1331

APR 28 1981

D. F. YATES  
PRESIDENT  
MARTIN YATES, III  
VICE PRESIDENT  
JOHN A. YATES  
VICE PRESIDENT  
B. W. HARPER  
SEC. TREAS.

April 24, 1981

Western Oil Producers, Inc.  
1200 South Richardson Avenue  
Roswell, New Mexico 88201

Attention: Land Department

Re: Blevins "IK" #1  
NW/4 NW/4  
Sec. 35-T17S, R26E  
Eddy County, New Mexico

Gentlemen:

Yates Petroleum Corporation wishes to re-complete the captioned well in the CISCO formation. Since this well is located unorthodox towards your acreage, we respectfully request that you approve this re-completion and indicate your approval by signing and returning one copy of this letter to our office.

Thank you for your consideration.

Yours very truly,

Randy G. Patterson  
Land Department

RGP/bh

☒ We have no objection to the re-completion of the CISCO formation.

WESTERN OIL PRODUCERS, INC.

By

Case No. 7263  
N.M. Oil Conservation Div.  
6/17/81 Examiner Hearing  
Yates Petroleum Corporation  
Exhibit No. 4



207 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210  
TELEPHONE (505) 748-1331

MAY 1 1981

S. P. YATES  
PRESIDENT  
MARTIN YATES, III  
VICE PRESIDENT  
JOHN A. YATES  
VICE PRESIDENT  
B. W. HARPER  
SEC. TREAS.

MAY 1 1981

April 24, 1981

Hanson Oil Corporation  
Petroleum Building  
Roswell, New Mexico 88201

Attention: Ray Willis

Re: Blevins "IK" #1  
NW/4 NW/4  
Sec. 35-T17S, R26E  
Eddy County, New Mexico

Gentlemen:

Yates Petroleum Corporation wishes to re-complete the captioned well in the CISCO formation. Since this well is located unorthodox towards your acreage, we respectfully request that you approve this re-completion and indicate your approval by signing and returning one copy of this letter to our office.

Thank you for your consideration.

Yours very truly,

*RS/*

Randy G. Patterson  
Land Department

RGP/bh

☒ We have no objection to the re-completion of the CISCO formation.

HANSON OIL CORPORATION

By *Ray Willis*



207 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210

TELEPHONE (505) 748-1331

JUN 20 1981

S. P. YATES  
PRESIDENT  
MARTIN YATES, III  
VICE PRESIDENT  
JOHN A. YATES  
VICE PRESIDENT  
B. W. HARPER  
SEC. TREAS

April 24, 1981

RECEIVED  
APR 27 1981

Texas Pacific Oil Company, Inc.  
Colorado National Bank Building  
Suite 1050  
950 17th Street  
Denver, Colorado 80202

Box 4067  
Midland, Texas 79701

Attention: ~~G. J. Franks~~

Land Department

Re: Blevins "IK" #1  
NW/4 NW/4  
Sec. 35-T17S, R26E  
Eddy County, New Mexico

Gentlemen:

Yates Petroleum Corporation wishes to re-complete the captioned well in the CISO formation. Since this well is located unorthodox towards your acreage, we respectfully request that you approve this re-completion and indicate your approval by signing and returning one copy of this letter to our office.

Thank you for your consideration.

Yours very truly,

Randy G. Patterson  
Land Department

RGP/bh

☒ We have no objection to the re-completion of the CISO formation.

SUN TEXAS COMPANY A Division of Sun Oil Company (Delaware)

By

R. J. Womack  
Regional Manager



The map displays a complex network of oil and gas leases in the Artesia area. The leases are organized into a grid, with each section labeled with the leaseholder's name, the number of acres, and other relevant information. The map includes several large labels, such as 'ARTESIA' in the center, 'KENNEDY FARMS' in the lower center, and 'ATOKA' in the lower right. Major roads are indicated by thick lines and numbers, including Highway 82 and Highway 285. The text is dense and difficult to read in many places due to the small size of the map.

Case No. 7263  
N.M. Oil Conservation Div.  
6/17/81 Examiner Hearing  
Yates Petroleum Corporation  
Exhibit No. 1

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1 D 35 17 26 (Kennedy Farms-Morrow)

Case No. 7263  
N.M. Oil Conservation Div.  
6/17/81 Examiner Hearing  
Yates Petroleum Corporation  
Exhibit No. 2

Blevins IK Com Fee

1 D 35 17 26

Kennedy Farms - Morrow

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OPERATOR	7

NEW MEXICO OIL CONSERVATION COMMISSION

APR 24 1981

Form C-101  
Revised 1-1-65

30-015-22287

5A. Indicate Type of Lease  
STATE ☐ FCC ☒

5. State Oil & Gas Lease No.

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

a. Type of Work  
b. Type of Well  
OIL WELL ☐ GAS WELL ☒ D. H.P.  
c. Name of Operator  
Yates Petroleum Corporation  
d. Address of Operator  
207 South 4th St., Artesia, NM 88210  
e. Location of Well  
UNIT LETTER D LOCATED 960 FEET FROM THE North LINE  
690 FEET FROM THE West LINE OF SEC. 35 TWP. 17S RGE. 26E NMPM  
f. Field and Pool, or Wildcat  
Und. Upper Penn  
g. County  
Blinn  
h. Proposed Depth  
PBD 7400'  
i. Formation  
Cisco  
j. Rotary or C.T.  
Service Unit  
k. Kind & Status Plug. Band  
Blanket  
l. Drilling Contractor  
m. Approx. Date Work will start  
As soon as approved

PROPOSED CASING AND CEMENT PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	SACKS OF CEMENT	EST. TOP
17-1/2"	13-3/8"	54#	495'	380 (existing)	
12-1/4"	8-5/8"	24#	1480'	655 (existing)	
7-7/8"	4-1/2"	11.6 & 10.5#	8877'	460 (existing)	

Propose to temporarily abandon the Morrow by setting a standing valve in Guiberson Uni VI packer @ 8601', unlatch and pull tubing, set retrievable bridge plug at approximately 7400', perforate and stimulate Cisco interval 7260-7350'. After establishing Cisco reserves, NMOCD approval to commingle with Kennedy Farms Morrow will be requested for maximum hydrocarbon recovery.

Case No. 7263  
N.M. Oil Conservation Div.  
6/17/81 Examiner Hearing  
Yates Petroleum Corporation  
Exhibit No. 3

ABOVE SPACE DESCRIBE PROPOSED PROGRAM: IF PROPOSAL IS TO DEEPEN OR PLUG BACK  
E. ZONE, GIVE BLOWOUT PREVENTER PROGRAM, IF ANY.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

Signed [Signature] Title Engineer Date 4-24-81  
(This space for State Use)

Approved by [Signature] TITLE SUPERVISOR, DISTRICT II DATE APR 29 1981

ADDITIONS OF APPROVAL, IF ANY:

Standard and Section must be approved  
before producing the well

NEW MEXICO OIL CONSERVATION COMMISSION  
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102  
Supersedes C-128  
Effective 1-1-65

All distances must be from the center of the well.

Owner <b>Yates Petroleum Corporation</b>			Well Name <b>Blevins "1K" Com</b>			Well No. <b>1</b>	
Section <b>D</b>	Range <b>35</b>	Meridian <b>17 South</b>	Block <b>26 East</b>	County <b>Eddy</b>			
General Location of Well:							
960 feet from the North		690 feet from the West					
Ground Level Elev. <b>3303'</b>	Producing Formation <b>Morrow</b>		Designation <b>Undesignated Upper Penn</b>		Dedicated Acreage <b>320</b>		Acres

1. Outline the acreage dedicated to the subject well by colored pencil or machine marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

☐ Yes ☐ No If answer is "yes," type of consolidation \_\_\_\_\_

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) \_\_\_\_\_

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.

R26E

YPC (David Fasken)	YPC	YPC
George Blevins et al	Alan Lee Caraway et al	Marshall & Winston et al
	35	T17S

CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Albert R. Stall

Engineer

Company  
**Yates Petroleum Corporation**

Date  
**April 20, 1981**

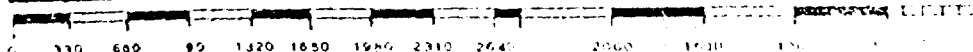
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

REFER TO ORIGINAL SURVEY dated 8/29/77

Date Surveyed

Registered Professional Engineer  
and/or Land Surveyor

Signature





207 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210

TELEPHONE (505) 748-1331

APR 29 1981

S. P. YATES  
PRESIDENT  
MARTIN YATES, III  
VICE PRESIDENT  
JOHN A. YATES  
VICE PRESIDENT  
B. W. HARPER  
SEC. TREAS.

April 24, 1981

Western Oil Producers, Inc.  
1200 South Richardson Avenue  
Roswell, New Mexico 88201

Attention: Land Department

Re: Blevins "IK" #1  
NW/4 NW/4  
Sec. 35-T17S, R26E  
Eddy County, New Mexico

Gentlemen:

Yates Petroleum Corporation wishes to re-complete the captioned well in the CISCO formation. Since this well is located unorthodox towards your acreage, we respectfully request that you approve this re-completion and indicate your approval by signing and returning one copy of this letter to our office.

Thank you for your consideration.

Yours very truly,

Randy G. Patterson  
Land Department

RGP/bh

☒ We have no objection to the re-completion of the CISCO formation.

WESTERN OIL PRODUCERS, INC.

By

Case No. 7263  
N.M. Oil Conservation Div.  
6/17/81 Examiner Hearing  
Yates Petroleum Corporation  
Exhibit No. 4



207 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210  
TELEPHONE (505) 748-1331

MAY 1 1981

S. P. YATES  
PRESIDENT  
MARTIN YATES, III  
VICE PRESIDENT  
JOHN A. YATES  
VICE PRESIDENT  
B. W. HARPER  
SEC. TREAS.

MAY 1 1981

April 24, 1981

Hanson Oil Corporation  
Petroleum Building  
Roswell, New Mexico 88201

Attention: Ray Willis

Re: Blevins "IK" #1  
NW/4 NW/4  
Sec. 35-T17S, R26E  
Eddy County, New Mexico

Gentlemen:

Yates Petroleum Corporation wishes to re-complete the captioned well in the CISCO formation. Since this well is located unorthodox towards your acreage, we respectfully request that you approve this re-completion and indicate your approval by signing and returning one copy of this letter to our office.

Thank you for your consideration.

Yours very truly,

/s/

Randy G. Patterson  
Land Department

RGP/bh

☒ We have no objection to the re-completion of the CISCO formation.

HANSON OIL CORPORATION

By Ray Willis



207 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210  
TELEPHONE (505) 748-1331

JUN 20 1981

S. P. YATES  
PRESIDENT  
MARTIN YATES, III  
VICE PRESIDENT  
JOHN A. YATES  
VICE PRESIDENT  
B. W. HARPER  
SEC. TREAS.

RECEIVED

APR 27 1981

April 24, 1981

Texas Pacific Oil Company, Inc.  
Colorado National Bank Building  
Suite 1050  
950 17th Street  
Denver, Colorado 80202

Box 4067  
Midland, Texas 79701

Attention: ~~G. J. Franks~~

Land Department

Re: Blevins "IK" #1  
NW/4 NW/4  
Sec. 35-T17S, R26E  
Eddy County, New Mexico

Gentlemen:

Yates Petroleum Corporation wishes to re-complete the captioned well in the CISCO formation. Since this well is located unorthodox towards your acreage, we respectfully request that you approve this re-completion and indicate your approval by signing and returning one copy of this letter to our office.

Thank you for your consideration.

Yours very truly,

Randy G. Patterson  
Land Department

RGP/bh

☒ We have no objection to the re-completion of the CISCO formation.

SUN TEXAS COMPANY A Division of Sun Oil Company (Delaware)

By

R. J. Womack  
Regional Manager



# ARTESIA

# KENNEDY FARMS

# ATOKA

# ATOKA GULF (SA) UNIT (OPER)

Case No. 7263  
N.M. Oil Conservation Div.  
6/17/81 Examiner Hearing  
Yates Petroleum Corporation  
Exhibit No. 1

T  
17  
S

T  
18  
S

1 D 35 17 26 (Kennedy Farms-Morrow)

Case No. 7263  
N.M. Oil Conservation Div.  
6/17/81 Examiner Hearing  
Yates Petroleum Corporation  
Exhibit No. 2

Blevins IK Com Fee

1 D 35 17 26

Kennedy Farms - Morrow

[illegible]

NO. 87 COPIES RECEIVED

DISTRIBUTION	
SANTA FE	
FILE	
U.S.G.S.	
LAND OFFICE	
OPERATOR	7

NEW MEXICO OIL CONSERVATION COMMISSION

APR 24 1981

30-015-22287

Form C-101  
Revised 1-1-65

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

a. Type of Work

b. Type of Well

DRILL ☐ DEEPEN ☐ PLUG BACK ☒

c. Name of Operator

Yates Petroleum Corporation

d. Address of Operator

207 South 4th St., Artesia, NM 88210

e. Location of Well

UNIT LETTER D LOCATED 960 FEET FROM THE North LINE

690 FEET FROM THE West LINE OF SEC. 35 TWP. 17S RGE. 26E NMPM

f. State Oil & Gas Lease No.

g. Well No.

h. Field and Pool, or Wildcat

Und. Upper Penn

i. County

Eddy

j. Proposed Depth

PBTD 7400'

k. Formation

Cisco

l. Rotary or C.T.

Service Unit

m. Operations (Show whether DP, RT, etc.)

3303' GR

n. Kind & Status Plug. Bond

Blanket

o. Drilling Contractor

p. Approx. Date Work will start

As soon as approved

PROPOSED CASING AND CEMENT PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	SACKS OF CEMENT	EST. TOP
17-1/2"	13-3/8"	54#	495'	380 (existing)	
12-1/4"	8-5/8"	24#	1480'	655 (existing)	
7-7/8"	4-1/2"	11.6 & 10.5#	8877'	460 (existing)	

Propose to temporarily abandon the Morrow by setting a standing valve in Guiberson Unit VI packer @ 8601', unlatch and pull tubing, set retrievable bridge plug at approximately 7400', perforate and stimulate Cisco interval 7260-7350'. After establishing Cisco reserves, NMOCD approval to commingle with Kennedy Farms Morrow will be requested for maximum hydrocarbon recovery.

Case No. 7263  
N.M. Oil Conservation Div.  
6/17/81 Examiner Hearing  
Yates Petroleum Corporation  
Exhibit No. 3

ABOVE SPACE DESCRIBE PROPOSED PROGRAM; IF PROPOSAL IS TO DEEPEN OR PLUG BACK, GIVE BLOWOUT PREVENTER PROGRAM, IF ANY.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

and W. J. [Signature] Title Engineer Date 4-24-81

(This space for State Use)

PROVED BY W. J. [Signature] TITLE SUPERVISOR, DISTRICT II DATE APR 29 1981

ADDITIONS OF APPROVAL, IF ANY:

*Reservoir and Section must be approved  
prior to producing the well*

NEW MEXICO OIL CONSERVATION COMMISSION  
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102  
Supersedes C-128  
Effective 1-1-65

All distances must be from the center bearing corner of the section.

Yates Petroleum Corporation			Blevins "IK" Com		Well No. 1
Section	Range	Township	Range	County	
D	35	17 South	26 East	Eddy	
Sectional Part to be Location of Well:					
960	feet from the North	690	feet from the West	Line	
3303'	Producing Permittal	Undesignated Upper Penn		Dedicated Acreage:	Acres
Morrow				320	

1. Outline the acreage dedicated to the subject well by colored pencil or machine marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

☐ Yes ☐ No If answer is "yes," type of consolidation: \_\_\_\_\_

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) \_\_\_\_\_

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.

R268

YPC (David Fasken)	YPC	YPC
George Blevins et al	Alan Lee Caraway et al	Marshall & Winston et al
35		T17S

CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

*Albert R. Stall*

Albert R. Stall

Engineer

Company

Yates Petroleum Corporation

Date

April 20, 1981

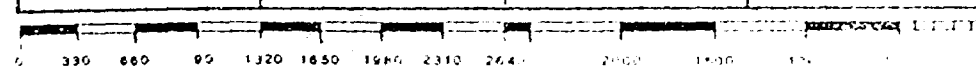
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

REFER TO ORIGINAL SURVEY

dated 8/29/77

Date Surveyed

Surveyed by: \_\_\_\_\_  
and \_\_\_\_\_  
Professional Engineer  
in the State of New Mexico





207 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210

TELEPHONE (505) 748-1331

APR 28 1981

S. P. YATES  
PRESIDENT  
MARTIN YATES, III  
VICE PRESIDENT  
JOHN A. YATES  
VICE PRESIDENT  
B. W. HARPER  
SEC. TREAS.

April 24, 1981

Western Oil Producers, Inc.  
1200 South Richardson Avenue  
Roswell, New Mexico 88201

Attention: Land Department

Re: Blevins "IK" #1  
NW/4 NW/4  
Sec. 35-T17S, R26E  
Eddy County, New Mexico

Gentlemen:

Yates Petroleum Corporation wishes to re-complete the captioned well in the CISCO formation. Since this well is located unorthodox towards your acreage, we respectfully request that you approve this re-completion and indicate your approval by signing and returning one copy of this letter to our office.

Thank you for your consideration.

Yours very truly,

Randy G. Patterson  
Land Department

RGP/bh

☒ We have no objection to the re-completion of the CISCO formation.

WESTERN OIL PRODUCERS, INC.

By

Case No. 7263  
N.M. Oil Conservation Div.  
6/17/81 Examiner Hearing  
Yates Petroleum Corporation  
Exhibit No. 4



207 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210  
TELEPHONE (505) 748-1331

MAY 1 1981

S. P. YATES  
PRESIDENT  
MARTIN YATES, III  
VICE PRESIDENT  
JOHN A. YATES  
VICE PRESIDENT  
B. W. HARPER  
SEC. TREAS.

MAY 1 1981

April 24, 1981

Hanson Oil Corporation  
Petroleum Building  
Roswell, New Mexico 88201

Attention: Ray Willis

Re: Blevins "IK" #1  
NW/4 NW/4  
Sec. 35-T17S, R26E  
Eddy County, New Mexico

Gentlemen:

Yates Petroleum Corporation wishes to re-complete the captioned well in the CISCO formation. Since this well is located unorthodox towards your acreage, we respectfully request that you approve this re-completion and indicate your approval by signing and returning one copy of this letter to our office.

Thank you for your consideration.

Yours very truly,

LS/

Randy G. Patterson  
Land Department

RGP/bh

X We have no objection to the re-completion of the CISCO formation.

HANSON OIL CORPORATION

By

Ray Willis



207 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210  
TELEPHONE (505) 748-1331

JUN 20 1981

S. P. YATES  
PRESIDENT  
MARTIN YATES, III  
VICE PRESIDENT  
JOHN A. YATES  
VICE PRESIDENT  
B. W. HARPER  
SEC. TREAS.

RECEIVED

APR 27 1981

April 24, 1981

Texas Pacific Oil Company, Inc.  
Colorado National Bank Building  
Suite 1050  
950 17th Street  
Denver, Colorado 80202

Box 4067  
Midland, Texas 79701

Attention: ~~G. J. Franks~~

Land Department

Re: Blevins "IK" #1  
NW/4 NW/4  
Sec. 35-T17S, R26E  
Eddy County, New Mexico

Gentlemen:

Yates Petroleum Corporation wishes to re-complete the captioned well in the CISC0 formation. Since this well is located unorthodox towards your acreage, we respectfully request that you approve this re-completion and indicate your approval by signing and returning one copy of this letter to our office.

Thank you for your consideratin.

Yours very truly,

Randy G. Patterson  
Land Department

RGP/bh

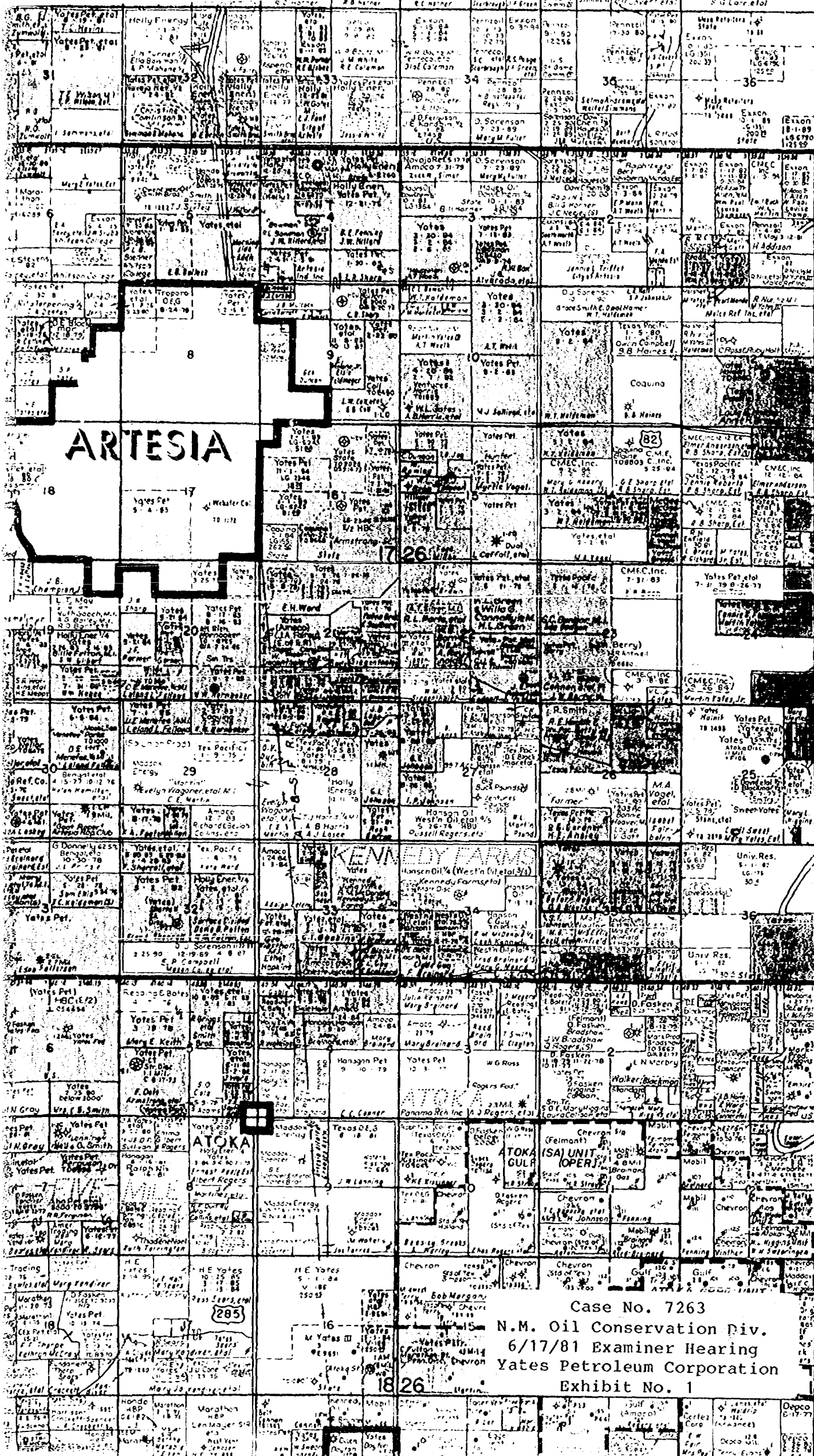
☒ We have no objection to the re-completion of the CISC0 formation.

SUN TEXAS COMPANY A Division of Sun Oil Company (Delaware)

By

R. J. Womack  
Regional Manager





ARTESIA

285

1826

Case No. 7263  
N.M. Oil Conservation Div.  
6/17/81 Examiner Hearing  
Yates Petroleum Corporation  
Exhibit No. 1

T 17 S

T 18 S

1 D 35 17 26 (Kennedy Farms-Morrow)

[illegible]

Blevins IK Com Fee

1 5 35 17 20

Kennedy Farms - Morrow

[illegible]

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U.S.G.S.	
LAND OFFICE	
OPERATOR	<input checked="" type="checkbox"/>

NEW MEXICO OIL CONSERVATION COMMISSION

APR 24 1981

30-015-22287

Form C-101  
Revised 1-1-85

5A. Indicate Type of Lease  
STATE ☐ FCC ☒

5. State Oil & Gas Lease No.

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

a. Type of Work

DRILL ☐ DEEPEN ☐ PLUG BACK ☒

b. Type of Well

OIL WELL ☐ GAS WELL ☒ OTHER ☐ SINGLE ZONE ☐ MULTIPLE ZONE ☐

c. Name of Operator

Yates Petroleum Corporation

d. Address of Operator

207 South 4th St., Artesia, NM 88210

e. Location of Well

UNIT LETTER D LOCATED 960 FEET FROM THE North LINE  
690 West LINE OF SEC. 35 TWP. 17S RGE. 26E NMPM

7. Unit Agreement Name

8. Firm or Lease Name

Blevins IK Com

9. Well No.

10. Field and Pool, or Wildcat  
Und. Upper Penn

12. County  
Eddy

13. Proposed Depth 3303' GR	14. Kind & Status Plug. Bond Blanket	15. Proposed Depth PBTD 7400'	16. Formation Cisco	17. Rotary or C.T. Service Unit
21A. Kind & Status Plug. Bond Blanket		21B. Drilling Contractor		22. Approx. Date Work will start As soon as approved

PROPOSED CASING AND CEMENT PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	SACKS OF CEMENT	EST. TOP
17-1/2"	13-3/8"	54#	495'	380 (existing)	
12-1/4"	8-5/8"	24#	1480'	655 (existing)	
7-7/8"	4-1/2"	11.6 & 10.5#	8877'	460 (existing)	

Propose to temporarily abandon the Morrow by setting a standing valve in Guiberson Uni VI packer @ 3601', unlatch and pull tubing, set retrievable bridge plug at approximately 7400', perforate and stimulate Cisco interval 7260-7350'. After establishing Cisco reserves, NMOCD approval to commingle with Kennedy Farms Morrow will be requested for maximum hydrocarbon recovery.

Case No. 7263  
N.M. Oil Conservation Div.  
6/17/81 Examiner Hearing  
Yates Petroleum Corporation  
Exhibit No. 3

ABOVE SPACE DESCRIBE PROPOSED PROGRAM; IF PROPOSAL IS TO DEEPEN OR PLUG BACK, GIVE BLOWOUT PREVENTER PROGRAM, IF ANY.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

\_\_\_\_\_  
Title Engineer Date 4-24-81  
(This space for State Use)

PROVED BY W. P. J. [Signature] TITLE SUPERVISOR, DISTRICT II DATE APR 29 1981

ADDITIONS OF APPROVAL, IF ANY:

*Permanent abandonment must be approved  
prior to plugging the well*

NEW MEXICO OIL CONSERVATION COMMISSION  
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102  
Supersedes C-128  
Effective 1-1-65

All distances must be from the center of a hole or of a wellbore.

Yates Petroleum Corporation			Blevins "IK" Com		Well No. 1
D	35	17 South	26 East	Eddy	
Well Location of Well:					
960	feet from the	North	690	feet from the	West
3303'	Producing Formation	Morrow	Undesignated Upper Penn	Dedicated Acreage:	320 Acres

- Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

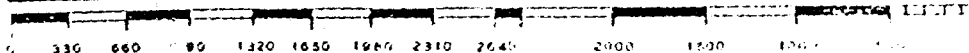
☐ Yes ☐ No If answer is "yes," type of consolidation: \_\_\_\_\_

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) \_\_\_\_\_

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.

R26E

YPC (David Fasken)	YPC	YPC	<p>CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>Albert R. Stall</i></p> <p>Albert R. Stall</p> <p>Engineer</p> <p>Yates Petroleum Corporation</p> <p>April 20, 1981</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.</p> <p>REFER TO ORIGINAL SURVEY dated 8/29/77</p> <p>REGISTERED PROFESSIONAL ENGINEER and of Land Surveyor</p> <p>Certificate No.</p>
George Blevins et al	Alan Lee Caraway et al	Marshall & Winston et al	
35		T17S	





207 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210

TELEPHONE (505) 748-1331

APR 29 1981

S. P. YATES  
PRESIDENT  
MARTIN YATES, III  
VICE PRESIDENT  
JOHN A. YATES  
VICE PRESIDENT  
B. W. HARPER  
SEC. TREAS.

April 24, 1981

Western Oil Producers, Inc.  
1200 South Richardson Avenue  
Roswell, New Mexico 88201

Attention: Land Department

Re: Blevins "IK" #1  
NW/4 NW/4  
Sec. 35-T17S, R26E  
Eddy County, New Mexico

Gentlemen:

Yates Petroleum Corporation wishes to re-complete the captioned well in the CISO formation. Since this well is located unorthodox towards your acreage, we respectfully request that you approve this re-completion and indicate your approval by signing and returning one copy of this letter to our office.

Thank you for your consideration.

Yours very truly,

Randy G. Patterson  
Land Department

RGP/bh

☒ We have no objection to the re-completion of the CISO formation.

WESTERN OIL PRODUCERS, INC.

By

Case No. 7263  
N.M. Oil Conservation Div.  
6/17/81 Examiner Hearing  
Yates Petroleum Corporation  
Exhibit No. 4



207 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210  
TELEPHONE (505) 748-1331

MAY 1 1981

S. P. YATES  
PRESIDENT  
MARTIN YATES, III  
VICE PRESIDENT  
JOHN A. YATES  
VICE PRESIDENT  
B. W. HARPER  
SEC. TREAS.

April 24, 1981

MAY 1 1981

Hanson Oil Corporation  
Petroleum Building  
Roswell, New Mexico 88201

Attention: Ray Willis

Re: Blevins "IK" #1  
NW/4 NW/4  
Sec. 35-T17S, R26E  
Eddy County, New Mexico

Gentlemen:

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Thank you for your consideration.

Yours very truly,

*RS*  
Randy G. Patterson  
Land Department

RGP/bh

☒ We have no objection to the re-completion of the CISCO formation.

HANSON OIL CORPORATION

By Ray Willis



207 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210  
TELEPHONE (505) 748-1331

JUN 20 1981

S. P. YATES  
PRESIDENT  
MARTIN YATES, III  
VICE PRESIDENT  
JOHN A. YATES  
VICE PRESIDENT  
B. W. HARPER  
SEC. TREAS.

RECEIVED

APR 27 1981

April 24, 1981

Texas Pacific Oil Company, Inc.  
Colorado National Bank Building  
Suite 1050  
950 17th Street  
Denver, Colorado 80202

Box 4067  
Midland, Texas 79701

Attention: ~~G. J. Franks~~

Land Department

Re: Blevins "IK" #1  
NW/4 NW/4  
Sec. 35-T17S, R26E  
Eddy County, New Mexico

Gentlemen:

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Thank you for your consideration.

Yours very truly,

Randy G. Patterson  
Land Department

RGP/bh

☒ We have no objection to the re-completion of the CISCO formation.

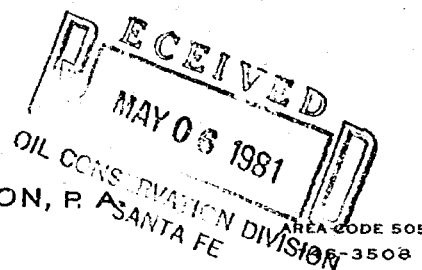
SUN TEXAS COMPANY A Division of Sun Oil Company (Delaware)

By   
R. J. Womack  
Regional Manager



A.J. LOSEE  
JOEL M. CARSON  
CHAD DICKERSON  
DAVID R. VANDIVER

LAW OFFICES  
LOSEE, CARSON & DICKERSON, P.A.  
300 AMERICAN HOME BUILDING  
P. O. DRAWER 239  
ARTESIA, NEW MEXICO 88210



May 4, 1981

Energy and Minerals Department  
Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Re: Case No. 6020  
Yates Petroleum Corporation  
Blevins "IK" No. 1 Well  
Sec. 35, T-17-S, R-26-E, NMPM  
Eddy County, New Mexico

*Case 7263*

Gentlemen:

Enclosed for filing, please find three copies of the Application of Yates Petroleum Corporation for an Unorthodox Gas Well Location, Eddy County, New Mexico.

Please set this case for hearing before an examiner and furnish us with a docket of said hearing.

Thank you.

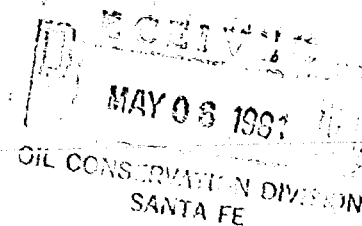
Sincerely yours,

LOSEE, CARSON & DICKERSON, P.A.

Chad Dickerson

CD:pvm  
Enclosures

cc w/enclosure: Yates Petroleum Corporation



BEFORE THE OIL CONSERVATION DIVISION  
OF THE STATE OF NEW MEXICO

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

7263  
CASE NO. 6020

APPLICATION

COMES NOW Yates Petroleum Corporation, by its attorneys, and states:

1. Heretofore by its Order No. R-5527 in Case No. 6020, Applicant sought and received approval for the unorthodox Morrow gas well location for its Blevins "IK" No. 1 Well, drilled 960 feet from the north line and 690 feet from the west line of Section 35, Township 17 South, Range 26 East, N.M.P.M., and dedicated the N/2 of Section 35 to the well.

2. That the Morrow formation is now depleted and Applicant proposes to complete its well in other Wolfcamp or Pennsylvanian formations in said bore hole.

3. That Order No. R-5527 should be amended to permit Applicant to complete its well as aforesaid.

WHEREFORE, Applicant prays:

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

B. That upon hearing the Division enter its order amending Order No. R-5527 to permit Applicant to complete its Blevins "IK" No. 1 Well, drilled 960 feet from the north line and 690 feet from the west line of Section 35, Township 17 South, Range 26 East, N.M.P.M., in all Wolfcamp and Pennsylvanian formations in said bore hole.

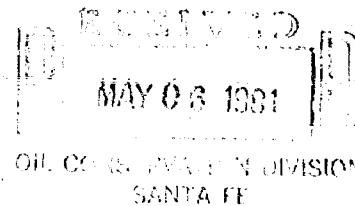
C. And for such other and further relief as may be  
just in the premises.

YATES PETROLEUM CORPORATION

By: *Chad Dickerson*  
Chad Dickerson

LOSEE, CARSON & DICKERSON, P.A.  
P. O. Drawer 239  
Artesia, New Mexico 88210

Attorneys for Applicant



BEFORE THE OIL CONSERVATION DIVISION  
OF THE STATE OF NEW MEXICO

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

2263  
CASE NO. 6020

APPLICATION

COMES NOW Yates Petroleum Corporation, by its attorneys, and states:

1. Heretofore by its Order No. R-5527 in Case No. 6020, Applicant sought and received approval for the unorthodox Morrow gas well location for its Blevins "IK" No. 1 Well, drilled 960 feet from the north line and 690 feet from the west line of Section 35, Township 17 South, Range 26 East, N.M.P.M., and dedicated the N/2 of Section 35 to the well.

2. That the Morrow formation is now depleted and Applicant proposes to complete its well in other Wolfcamp or Pennsylvanian formations in said bore hole.

3. That Order No. R-5527 should be amended to permit Applicant to complete its well as aforesaid.

WHEREFORE, Applicant prays:

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

B. That upon hearing the Division enter its order amending Order No. R-5527 to permit Applicant to complete its Blevins "IK" No. 1 Well, drilled 960 feet from the north line and 690 feet from the west line of Section 35, Township 17 South, Range 26 East, N.M.P.M., in all Wolfcamp and Pennsylvanian formations in said bore hole.

C. And for such other and further relief as may be  
just in the premises.

YATES PETROLEUM CORPORATION

By: \_\_\_\_\_

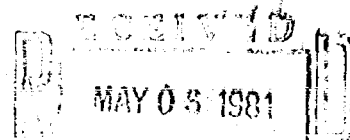
Chad Dickerson

LOSSE, CARSON & DICKERSON, P.A.

P. O. Drawer 239

Artesia, New Mexico 88210

Attorneys for Applicant



OIL CONSERVATION DIVISION  
SANTA FE

BEFORE THE OIL CONSERVATION DIVISION  
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION :  
OF YATES PETROLEUM CORPORATION :  
FOR AN UNORTHODOX GAS WELL : CASE NO. <sup>2263</sup>~~6020~~  
LOCATION, EDDY COUNTY, NEW MEXICO :

APPLICATION

COMES NOW Yates Petroleum Corporation, by its attorneys, and states:

1. Heretofore by its Order No. R-5527 in Case No. 6020, Applicant sought and received approval for the unorthodox Morrow gas well location for its Blevins "IK" No. 1 Well, drilled 960 feet from the north line and 690 feet from the west line of Section 35, Township 17 South, Range 26 East, N.M.P.M., and dedicated the N/2 of Section 35 to the well.

2. That the Morrow formation is now depleted and Applicant proposes to complete its well in other Wolfcamp or Pennsylvanian formations in said bore hole.

3. That Order No. R-5527 should be amended to permit Applicant to complete its well as aforesaid.

WHEREFORE, Applicant prays:

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

B. That upon hearing the Division enter its order amending Order No. R-5527 to permit Applicant to complete its Blevins "IK" No. 1 Well, drilled 960 feet from the north line and 690 feet from the west line of Section 35, Township 17 South, Range 26 East, N.M.P.M., in all Wolfcamp and Pennsylvanian formations in said bore hole.

C. And for such other and further relief as may be  
just in the premises.

YATES PETROLEUM CORPORATION

By: \_\_\_\_\_  
Chad Dickerson

LOSEE, CARSON & DICKERSON, P.A.  
P. O. Drawer 239  
Artesia, New Mexico 88210

Attorneys for Applicant

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
DIVISION FOR THE PURPOSE OF  
CONSIDERING:

CASE NO. 7263

Order No. R- 6714

APPLICATION OF YATES PETROLEUM CORPORATION  
FOR AMENDMENT OF ORDER NO. R-5527, EDDY  
COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on June 17, 1981,  
at Santa Fe, New Mexico, before Examiner ~~Richard L. Stamets~~.  
DSN

NOW, on this \_\_\_\_\_ day of June, 1981, the Division  
Director, having considered the testimony, the record, and the  
recommendations of the Examiner, and being fully advised in the  
premises,

FINDS:

(1) That due public notice having been given as required by  
law, the Division has jurisdiction of this cause and the subject  
matter thereof.

(2) That the applicant, Yates Petroleum Corporation, seeks  
the amendment of Division Order No. R-5527, which approved an  
unorthodox Morrow location, to permit the recompletion of its  
Blevins "IK" Well No. 1 in Unit D of Section 35, Township 17  
South, Range 26 East, as an unorthodox gas well location in all  
Wolfcamp and Pennsylvanian formations, Eddy County, New Mexico.

(3) That the N/2 of said Section 35 is to be  
dedicated to the well.

~~and~~ was completed in the Morrow formation  
(4) That a well at said unorthodox location ~~will better~~  
~~but is now depleted, and applicant proposes to attempt to recomplete~~  
~~enable applicant to produce the gas underlying the formation under~~  
~~the well in the shallower Pennsylvanian pay zones and possibly in the Wolfcamp~~

(5) That no offset operator objected to the proposed unorthodox  
location.



(6) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the subject pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED

(1) That Ordering Paragraph No. (1) of Division Order No. R-5527, dated September 6, 1977, is hereby amended to read in its entirety as follows:

"(1) That an unorthodox gas well location for the Wolfcamp formation and all zones in the Pennsylvanian formation is hereby approved for the Yates Petroleum Corporation Belvins "I-K" well No. 1, drilled at a point 960 feet from the North line and 690 feet from the West line of Section 35, Township 12 South, Range 26 East, NMPM, Kennedy Farms Field, Eddy County, New Mexico."

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.