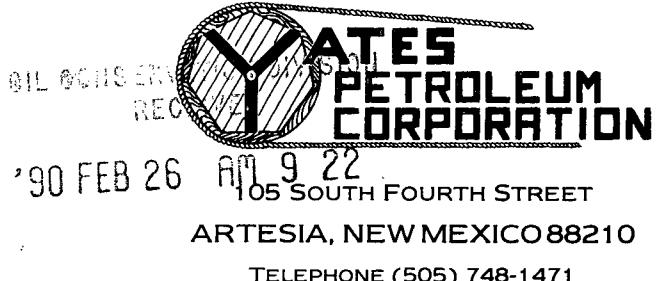


MARTIN YATES, III  
1912 - 1985  
FRANK W. YATES  
1936 - 1986



S. P. YATES  
CHAIRMAN OF THE BOARD  
JOHN A. YATES  
PRESIDENT  
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EXECUTIVE VICE PRESIDENT  
RANDY G. PATTERSON  
SECRETARY  
DENNIS G. KINSEY  
TREASURER

February 16, 1990

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

Attention: Mr. William LeMay

Re: Non-standard Location  
Carl "TP" #2  
2220'FNL & 1650'FSL  
Seciton 22-T20S-R24E  
Eddy County, New Mexico

Gentlemen:

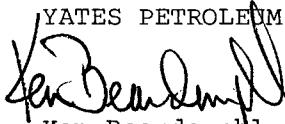
Yates Petroleum Corporation requests administrative approval for the non-standard location as provided for under NMOCD Rule 104F.

The reason for requesting this non-standard location is that it is a re-entry of an abandoned well drilled by H.T. Hilliard in March of 1968. We wish to re-enter his hole and test the Morrow and intermediate formations. The well was drilled to 9313' and we wish to clean out the hole to 9313' and test all formations. It is much cheaper to re-enter and test this well to help benefit the whole area.

Yates Petroleum Corporation is the operator of all lands surrounding the well. Enclosed find a copy of the lease map and a plat of the original location.

If you have any questions concerning this matter, please do not hesitate to call me. Thank you.

Very truly yours,

YATES PETROLEUM CORPORATION  
  
Ken Beardemphl  
Landman

KB/sdf

Enclosures

1-93 36 16 22	LG-6459	4-1-90 19945	13246	25065	24064	W15126	10/14/90 State	Pet.
32	33	34	35	36	37	38	39	40
Saco Disc. 2-AAJ F24 6.6 MIL.	"Agave" State U.S.	"Oakeson-Fed" U.S.	"Yates Pet." HBP 26864	"Rivers" KGS	"Yates Pet." HBP 26864	"Yates Pet." HBP 26864	"Yates Pet." HBP 26864	"Monsanto" HBP U.S.
Myco Ind., et al. 4-1-90 39635	Myco Ind., et al. 4-1-90 39635	Myco Ind., et al. 4-1-90 39635	Yates Pet., et al. 1-1-90 76930 16688 16688	Yates Pet., et al. 1-1-90 76930 16688 16688	Monsanto HBP U.S.			
5	4	3	2	1	0	9	8	7
Magnolia Hamilton Fed TD 3592								
U.S.	U.S.	HBP U.S.	HBP U.S.	Conoco HBP U.S.	Conoco HBP U.S.	Conoco HBP U.S.	Conoco HBP U.S.	Conoco HBP U.S.
6	7	8	9	10	11	12	13	14
Yates CC Tank Unit (Gulf) (Powers-Fed) TD 9054 (D/A 3-31-69) NTD9275 PIB8996 Morr. Disc. U.S.	Gulf-Yates et al. 1361	Chevron HBP 1361	Judith Holcomb Yates 1-2-91 39121 1-1-83	Yates Pet., et al. 1-1-91 39121 2-2-82	Yates Pet., et al. 1-1-91 39121 2-2-82	Santa Fe Ener. HBP 43625	Yates Pet., et al. 1-1-91 39121 2-2-82	Conoco HBP 045274
15.	16	17	18	19	20	21	22	23
Xon 1-90 22	Exxon 11-1-90 39122	Mark Prod. Signe TD9102 State		Yates Pet., et al. 1-1-90 39120 3535	Conoco HBP 045275 YPC	Yates Pet. 6-15-91 9-10-90	Yates Pet., et al. 1-1-90 39120 3535	Conoco HBP 045274
15.	16	17	18	19	20	21	22	23
Yates Chevron HBP 1361	Yates Judy Clifton 12-1-90 39120			Conoco HBP 043625 YPC	Conoco HBP 043625	Yates Pet., et al. 9-14-90 9-25-90 J.W.Gates, et al./M.I. D.C.Trust, et al./2 M.I. Nina Vandagriff, et al. L.O.Vandagriff	Yates Pet., et al. 1-1-90 39120 3535	Conoco HBP 045274
15.	16	17	18	19	20	21	22	23
Yates Pet., et al. 9-1-90 76937 24.90	Pauline Trigg 2-1-93 54158	Monsanto SD TD 5883 DA 19-63	Yates Pet., et al. 1-1-91 64588 KGS	Yates Pet., et al. 1-1-91 64588 KGS	Conoco HBP 043625 YPC	Yates Pet., et al. 1-1-91 64588 KGS	Yates Pet., et al. 1-1-91 64588 KGS	Conoco HBP 045274
9.	10	11	12	13	14	15	16	17
Yates Pet., et al. 1-1-90 76937 24.90	20			Conoco HBP 043625 YPC	Conoco HBP 043625	Yates Pet., et al. 9-14-90 9-25-90 J.W.Gates, et al./M.I. D.C.Trust, et al./2 M.I. Nina Vandagriff, et al. L.O.Vandagriff	Yates Pet., et al. 1-1-90 39120 3535	Conoco HBP 045274
9.	10	11	12	13	14	15	16	17
Inexco 30062 Baber-Well Serv. (Inexco) Longdove U.S. Atoka Disc.	Pauline Trigg 2-1-93 54250	Amoco 10-1-89 37840	Yates Pet., et al. 1-1-91 64588 KGS	Yates Pet., et al. 1-1-91 64588 KGS	Conoco HBP 043625 YPC	Yates Pet., et al. 1-1-91 64588 KGS	Yates Pet., et al. 1-1-91 64588 KGS	Conoco HBP 045274
9.	10	11	12	13	14	15	16	17
Tesoro Huber-Fed TD 9462 DIA 02273	28-YPC	27-YPC	26-YPC	25-YPC	24-YPC	23-HBC E/2	22-HBC	21-HBC
5.	6	7	8	9	10	11	12	13
Yates Pet., et al. 1-1-90 76937 16.90	Inexco LG-4441 8-1-87 3359	Conoco HBP 045276	Conoco HBP 045276	Conoco HBP 045276	Conoco HBP 045276	Conoco HBP 045276	Conoco HBP 045276	Conoco HBP 045276
5.	6	7	8	9	10	11	12	13
Pogo 7-1-96 66263	32	33	34	35	36	37	38	39
Mark Prod. TD 9253 DIA 5-9-64	Atlantic (Bell Pet.) State TD 9253 DIA 5-9-64	Conoco HBP 045275	Conoco HBP 045276	Conoco HBP 045276	Conoco HBP 045276	Conoco HBP 045276	Conoco HBP 045276	Conoco HBP 045276
5.	6	7	8	9	10	11	12	13
State	U.S.	U.S.	U.S.	U.S.	U.S.	U.S.	U.S.	U.S.
32	33	34	35	36	37	38	39	40
State	U.S.	20 1/2	23	U.S.	U.S.	U.S.	U.S.	U.S.
4148 31-4034 Yates Almo Center 5-1-92 510600	4032 41-4038 Marathon HBP 0384625	31-4074 Dalco HBP 038726	31-4020 Delta Pet. HBP 0384623	4017 41-4015 Phillips 3-26-65(3) L 0384623	4009 41-4008 Phillips 4-1-65(3) L HBU	4004 41-4003 Phillips 4-1-65(3) L HBU	3422 22-33.68 Marathon HBP 1K-1877	3422 22-33.68 Marathon HBP 1K-1877
5.	4	3	2	1	0	-1	1	2
Marathon HBP 05607	Marathon HBU 05608 12 MIL.	Marathon HBU 05608 12 MIL.	Marathon HBU E-7906	Marathon HBU 16-19-66 15-10-71	Phillips 4-1-65(3) L HBU	Phillips 4-1-65(3) L HBU	Phillips 4-1-65(3) L HBU	Shell-Fed U.S.
No. Indian Basin Unit	"No. Indian Basin Unit"	"No. Indian Basin Unit"						

NEW MEXICO OIL CONSERVATION COMMISSION  
WELL LOCATION AND ACREAGE DEDICATION PLAT

RECEIVED  
Supervisor C-128  
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

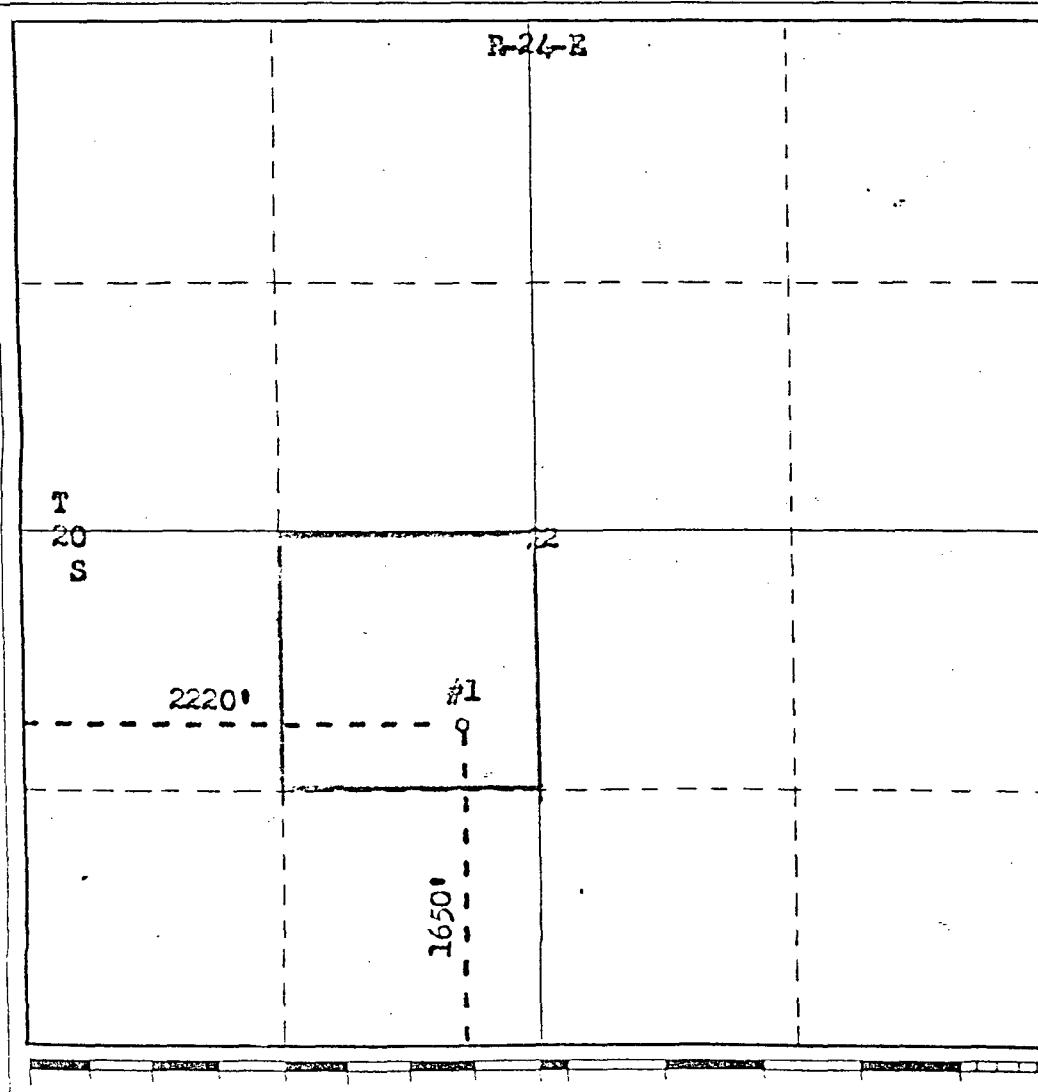
Operator <b>H. T. Hilliard</b>		Lease <b>Foster Ranch</b>			Well No. <b>#1</b>
Unit Letter <b>K</b>	Section <b>22</b>	Township <b>T-20-S</b>	Range <b>R-24-E</b>	County <b>Eddy</b>	
Actual Footage Location of Well:					
<b>1650</b> feet from the <b>South</b> line and		<b>2220</b> feet from the <b>West</b> line			
Ground Level Elev: <b>3695</b>	Producing Formation <b>MISSISSIPPIAN</b>	Pool <b>Wildcat</b>	Dedicated Acreage: <b>40</b> Acres		

1. Outline the acreage dedicated to the subject well by colored pencil or hachure 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.

Name

*J.B. Taylor*

Position

*Engineer*

Company

*H. T. Hilliard*

Date

*MARCH 8, 1968*

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.

Date Surveyed

*March 6, 1968*

Registered Professional Engineer and/or Land Surveyor

*James H. Brown*

Certificate No.

COUNTY Eddy

POOL Foster Ranch - Morrow Gas

TOWNSHIP 20 South

RANGE 24 East

NMPM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31	32	33	34	35	36

Description: E/2 Sec 21 (R-5309, 11-1-76)

MARTIN YATES, III  
1912 - 1985.  
FRANK W. YATES  
1936 - 1986

YATES DIVISION  
RECEIVED



90 JUN 20 AM 8 43

105 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210  
TELEPHONE (505) 748-1471

S. P. YATES  
CHAIRMAN OF THE BOARD  
JOHN A. YATES  
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EXECUTIVE VICE PRESIDENT  
RANDY G. PATTERSON  
SECRETARY  
DENNIS G. KINSEY  
TREASURER

June 19, 1990

Mr. Michael E. Stogner  
Energy, Minerals and Natural Resources Department  
Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87504

Re: Non-standard location  
Administrative Order NSL - 2771  
Carl "YB" #2  
Section 22-T20S-R24E  
Eddy County, New Mexico

Dear Mr. Stogner:

We received your approval for a unorthodox gas well location under Administrative Order NSL-2771 for the Undesignated Foster Ranch Morrow Gas Pool. We now ask if we could also get approved for an unorthodox oil well location under this order or a new order for the South Dagger Draw-Upper Pennsylvanian Associated Pool which is a 320 acre spacing and proration unit like the Morrow spacing. The same W/2 of said Section 22 shall be dedicated to the well forming a standard 320 acre oil spacing and proration unit for said pool.

If you need anything further or have any questions, please call.

Thank you.

Very truly yours,  
YATES PETROLEUM CORPORATION

Ken Beardemphl

Ken Beardemphl  
Landman

KB/sdf

cc: Oil Conservation Division - Artesia  
Attention: Mr. Mike Williams

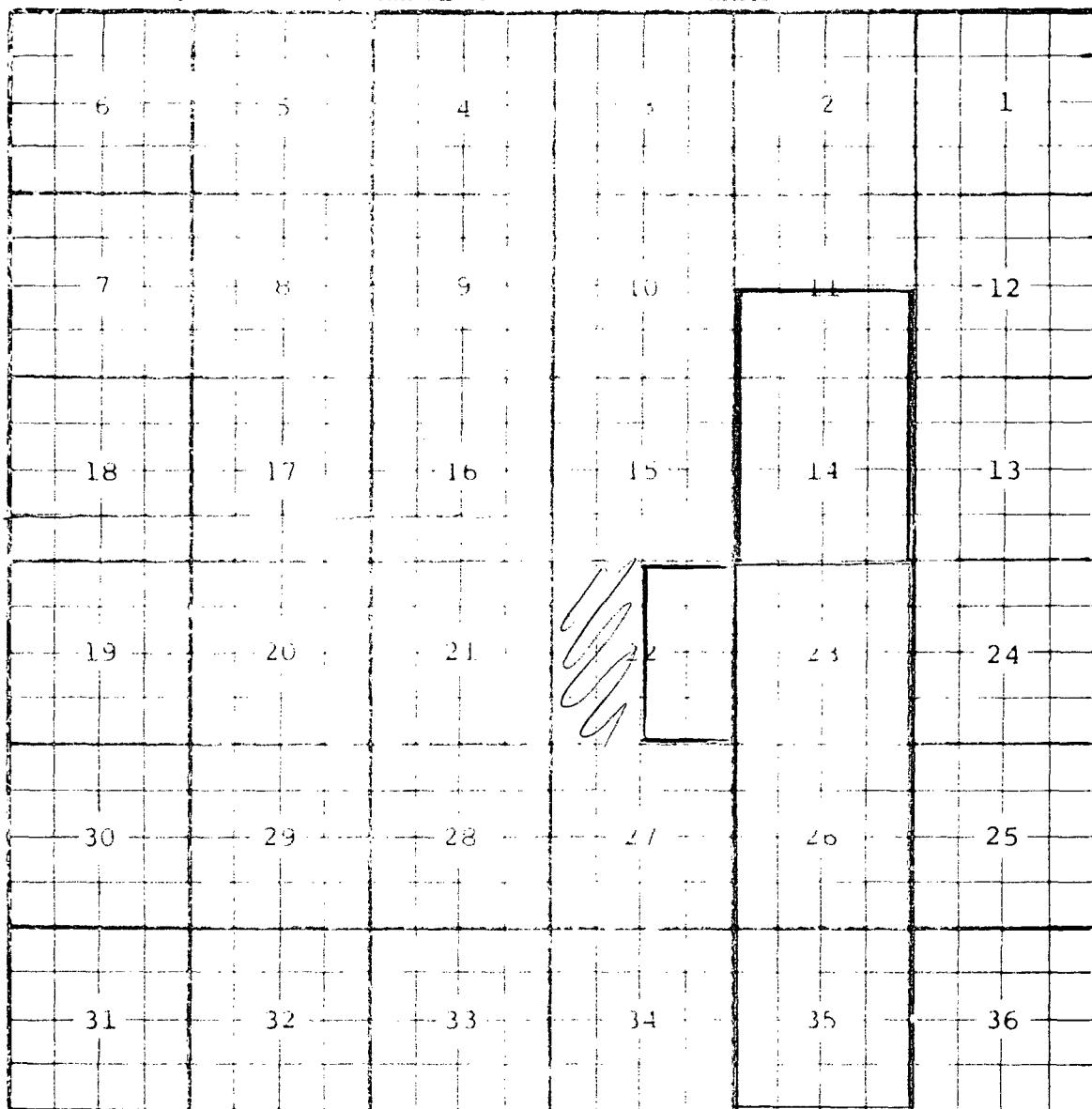
COUNTY Eddy

POOL South Dagger Draw - Upper Pennsylvanian,  
Asscc.

TOWNSHIP 20 South

RANGE 24 EAST

NEMEN



Description: All Sec 23, 26 & 35 (R-4637, 10-1-73) EXT: E/2 SEC 22  
(R-9134, 4-1-90) EXT: S/2 SEC 11, All SEC 14 (R-9171, 6-1-90)