#### STATE OF NEW MEXICO



#### ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

March 12, 1992

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

Yates Petroleum Corporation 105 South 4th Street Artesia, New Mexico 88210

Attn: Jim Brown

RE: Application to convert the Red Hat State Unit Well

No. 1, O-2-16S-33E, to a salt water disposal well into the San Andres and Glorieta formations.

Case 10463

Dear Mr. Brown:

As you are aware an objection to your administrative application in the subject matter was filed by Charles R. Martin, Inc. who is an interested party.

This application therefore has been set for hearing before an examiner scheduled for April 2, 1992, which was the earliest possible docket available. Please provide adequate notice of this care pursuant to Division Rule 1207.

Please contact me, should you have any questions concerning this matter.

Sincerely,

MICHAEL E. STOGNER

Chief Hearing Officer/Engineer

MES/jc

cc: Oil Conservation Division - Artesia

Charles R. Martin, Inc. - Artesia

(mr 10463

### Charles R. Martin, Inc.

POST OFFICE BOX 706

ARTESIA, NEW MEXICO 88211-0706

O'L CONSER. IN DIVISION

REC: FD

'92 MAH 23 AM 9 18

March 19, 1992

State of New Mexico
Energy, Minerals and Natural Resources Department
Oil Conservation Division
Post Office Box 2088
State Land Office Building
Santa Fe, New Mexico 87504

Attention: Mr. Michael E. Stogner

Re: Application to convert the Red Hat State Unit Well No. 1, O-2-16S-33E, to a salt water disposal well into the San Andres and Glorietta formations - Yates Petroleum Corporation

Dear Mr. Stogner:

Pursuant to our telephone conversation of Monday, March 16, 1992, with David Catanack, Charles R. Martin, Inc. is withdrawing the objection to the above captioned which was filed on February 20, 1992. However, this in no way implies consent of such project.

It is strongly suggested that water wells within the radius of one (1) mile of any salt water disposal well be tested annually. This would provide data for any future projects of this magnitude and alleviate fear of fresh water contamination.

There are several oil wells in this specific area (east of the Headquarters) that may be improperly plugged. Would a project such as this have an impact on these wells?

Surface lessees would sincerely appreciate notification of salt water disposal wells in the area.

Your consideration into these matters is appreciated. May we receive your reply at an early date.

Very truly yours,

Charles R. Martin, Inc.

By albert H. Ozbornes

cc: Yates Petroleum Corporation - Attention: Mr. Randy

Patterson

Yates Petroleum Corporation - Attention: Mr. Jim Brown

T. MIKE FIELD
5730 66TH STREET

LUBBOCK, TEXAS 79424

ATTORNEY-AT-LAW
TEXAS

February 27, 1992

Mr. David Catanach, Engineer Oil Conservation Division State of New Mexico P. O. Box 2088 Santa Fe, New Mexico 87504

RE: APPLICATION FOR AUTHORITY TO INJECT -- YATES RED HAT SWD #1, LOCATED IN SECTION 2-16S-33E, LEA COUNTY, NEW MEXICO

Dear Mr. Catanach:

On behalf of Dan Field and myself, Lessees of the above referenced Section Two, we wish to contest the application of Yates in regard to locating a salt water disposal well in Section Two. Our reason for objection is that this is ranch land and we are concerned that the long term use of this property will be adversely affected by an underground saltwater disposal line. We do not think that the use contemplated by Yates is consistent with the use that we have as Lessees and would ask that the State respectfully deny this application. Thanking you for your consideration in this regard, I remain,

Very truly yours,

Marine Til

Mike Field

cc: Yates Petroleum

AS PER PHONE CONNERSATION W/ MIKE 3.11.92 3:45 PM,
THEY HAVE NO OBJECTION AND WOULD NOT ATTERT A HEARING.

### Charles R. Martin, Inc. Charles R. Martin, Inc.

POST OFFICE BOX 706

ARTESIA, NEW MEXICO 88211-0706

1007E 75 14 8 55

February 20, 1992

Yates Petroleum Corporation 105 South Fourth Street Artesia, New Mexico 88210-2122

Attention: Mr. Jim Brown

Re: Yates' Red Hat SWD #1
Unit O, Section 2-16S-33E
Lea County, New Mexico
Application for Authority to Inject

Dear Jim:

Referring to the conversation of Tuesday, February 18, 1992, Charles R. Martin, Inc., wishes to file an objection to the above captioned application.

Very truly yours,

CHARLES R. MARTIN, INC.

By Calbert H. Ozbarsi Albert H. Ozborn, General Manager

Charles R. Martin Ranch

AHO:ldb Enclosures

cc: State of New Mexico

Energy and Minerals Department

Post Office Box 2088

Santa Fe, New Mexico 87504-2088



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

JOHN A. YATES PEYTON YATES ERECUTIVE VICE PRESIDENT RANDY G. PATTERSON SECRETARY

DENNIS G. KINSEY TREASURER

February 5, 1992

CERTIFIED RETURN RECEIPT

State of New Mexico OIL CONSERVATION DIVISION P. O. Box 2088 Santa Fe, NM 87501

10463

Dear Sir,

Enclosed please find our application for authorization to inject for the Red Hat SWD #1 located in Section 2-16S-33E of Lea County.

If you have any questions, you may contact me at (505) 748-1471 Ext. 167. Thank you.

Sincerely,

Jim Brown

Operations Engineering Supervisor

JB/th

BRATE LAND OFFICE HUNDING TATE LAND OFFICE HUNDING 107/8 DDIKAM WAR ,314 FRAN

	EANTA FE, NEW MEXICO B/501
APPLIC	ATION FOR AUTHORIZATION TO INJECT  CLSQ 10463
I.	Purpose: Secondary Recovery Pressure Maintenance X Disposal Storage Application qualifies for administrative approval? X yes no
II.	Operator: Yates Petroleum Corporation
	Address: 105 S. 4th Street, Artesia, NM 88210
	Contact party: Jim Brown Phone: (505) 748-1471
III.	Well data: Complete the data required on the reverse side of this form for each well proposed for injection. Additional sheets may be attached if necessary.
IV.	Is this an expansion of an existing project?  yes  no If yes, give the Division order number authorizing the project
٧.	Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review.
* VI.	Attach a tabulation of data on all wells of public record within the area of review whice penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail.
VII.	Attach data on the proposed operation, including:
	<ol> <li>Proposed average and maximum daily rate and volume of fluids to be injected;</li> <li>Whether the system is open or closed;</li> <li>Proposed average and maximum injection pressure;</li> <li>Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and</li> <li>If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.).</li> </ol>
*VIII.	Attach appropriate geological data on the injection zone including appropriate lithological, geological name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such source known to be immediately underlying the injection interval.
· · IX.	Describe the proposed stimulation program, if any.
* X.	Attach appropriate logging and test data on the well. (If well logs have been filed with the Division they need not be resubmitted.)
* XI.	Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken.
XII.	Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground source of drinking water.
XIII.	Applicants must complete the "Proof of Notice" section on the reverse side of this form.
xiv.	Certification
	I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.  Name:  Operations Engineering  TitleSupervisor
	Signature: Date: February 5, 1992
imdua	te information required under Sections VI, VIII, X, and XI above has been previously tted, it need not be duplicated and resubmitted. Please show the date and circumstance earlier submittal.

#### III. WELL DATA

- A. The following well data must be submitted for each injection well covered by this applicat The data must be both in tabular and schematic form and shall include:
  - Lease name; Well No.; location by Section, Township, and Range; and footage location within the section.
  - (2) Each casing string used with its size, setting depth, sacks of cement used, hole size, top of cement, and how such top was determined.
  - (3) A description of the tubing to be used including its size, lining material, and setting depth.
  - (4) The name, model, and setting depth of the packer used or a description of any other seal system or assembly used.

Division District offices have supplies of Well Data Sheets which may be used or which may be used as models for this purpose. Applicants for several identical wells may submit a "typical data sheet" rather than submitting the data for each well.

- B. The following must be submitted for each injection well covered by this application. All items must be addressed for the initial well. Responses for additional wells need be shown only when different. Information shown on schematics need not be repeated.
  - (1) The name of the injection formation and, if applicable, the field or pool name.
  - (2) The injection interval and whether it is perforated or open-hole.
  - (3) State if the well was drilled for injection or, if not, the original purpose of the we
  - (4) Give the depths of any other perforated intervals and detail on the sacks of cement or bridge plugs used to seal off such perforations.
  - (5) Give the depth to and name of the next higher and next lower oil or gas zone in the area of the well, if any.

#### XIV. PROOF OF NOTICE

All applicants must furnish proof that a copy of the application has been furnished, by certified or registered mail, to the owner of the surface of the land on which the well is to be located and to each leasehold operator within one-half mile of the well location.

Where an application is subject to administrative approval, a proof of publication must be submitted. Such proof shall consist of a copy of the legal advertisement which was published in the county in which the well is located. The contents of such advertisement must include:

- (1) The name, address, phone number, and contact party for the applicant;
- (2) the intended purpose of the injection well; with the exact location of single wells or the section, township, and range location of multiple wells;
- (3) the formation name and depth with expected maximum injection rates and pressures; and
- (4) a notation that interested parties must file objections or requests for hearing with the Oil Conservation Division, P. O. Box 2088, Santa Fe, New Mexico 87501 within 15 days.

NO ACTION WILL BE TAKEN ON THE APPLICATION UNTIL PROPER PROOF OF NOTICE HAS BEEN SUBMITTED.

NOTICE: Surface owners or offset operators must file any objections or requests for hearing of administrative applications within 15 days from the date this application was mailed to them.

#### C-108

# Application For Authorization To Inject Yates Petroleum Corporation Red Hat SWD #1 0 2-16S-33E Lea County, New Mexico

- I. The purpose of completing this well is to make a disposal well for produced San Andres water into the San Andres and Glorieta.
- II. Operator: Yates Petroleum Corporation 105 South Fourth Street Artesia, NM 88210 Jim Brown (505) 748-1471
- III. Well Data: See Attachment A
  - IV. This is not an expansion of an existing project.
  - V. See attached map, Attachment B
- VI. No wells within the area of review penetrate the proposed injection zone.
- VII. 1. Proposed average daily injection volume approximately 4000 BWPD.

  Maximum daily injection volume approximately 10,000 BWPD.
  - 2. This will be a closed system.
  - 3. Proposed average injection pressure-900 psi Proposed maximum injection pressure--1150 psi.
  - 4. Sources of injected water would be produced water from the San Andres formation from nearby wells. (See Attachment C)
  - 5. See Attachment C.
- VIII. 1. The proposed injection interval is the San Andres and Glorieta formations from 5805'-5818' and 5900'-5920'.
  - Ogallala zones overlie the proposed injection formations at depths to approximately 300' feet.
  - IX. The proposed disposal intervals will be acidized with 2,000 gallons of 15 HCL.
  - X. Well logs have been filed with the Division.

Application for Authorization to Inject Red Hat SWD #1 -2-

- XI. 3 water wells exists within a one mile radius of the subject location. (Attachment D) Water analyses are attached.
- XII. Yates Petroleum Corporation has examined geologic and engineering data and has found that there is no evidence of faulting in the proposed interval.

#### XIII. Proof of Notice

- A. Certified letters sent to the surface owner and offset operators-attached. (Attachment E)
- B. Copy of legal advertisement attached. (Attachment F)
- XIV. Certification is signed.

#### Yates Petroleum Corporation Red Hat SWD #1 O 2-T16S-R33E

### Attachment A Page 1

#### III. Well Data

- A. 1. Lease Name/Location:

  Red Hat SWD #1

  O 2-T16S-R33E

  3300' FSL & 1980' FEL
  - 2. Casing Strings:
    - n. Present Well Condition

      13 3/8 54.5 #J-55 @ 409'

      8-5/8" 32#, S-80 and J-55 @ 4515'

      5 1/2" 17# and 20# N-80 and S-95

      @ 13,250'. Cemented with 2650 sx

      cement in two stages. Top of

      cement above 5200', determined by cement

      bond log.

TD: 13,250'

- Tubing:
   Propose to use 2 7/8" 6.5# J-55 plastic coated tubing set at 5700'.
- 4. Packer:
  Propose to use Guiberson Uni VI or Baker
  plastic-coated or nickel-plated packer set
  at 5700'.
- B. 1. Injection Formation: Lower San Andres/Glorieta
  - 2. Injection Interval will be through perforations from approximately 5808'-5818' and 5900'-5920'.
  - 3. Well was originally drilled as an exploratory oil well, earlier in 1991.
  - 4. Other Perforated Intervals:
    9849'- 9870' Wolfcamp
    10415'-10470' Penn
    10756'-10778' Canyon
    11052'-11106' Canyon

12604'-12628' Atoka

5. Next higher (shallower) oil or gas zone within the area of review--None
Next lower (deeper) oil or gas zone within the area of review--Wolfcamp 9849'.

#### ATTACHMENT A

#### PROPOSED SWD WELLBORE SCHEMATIC

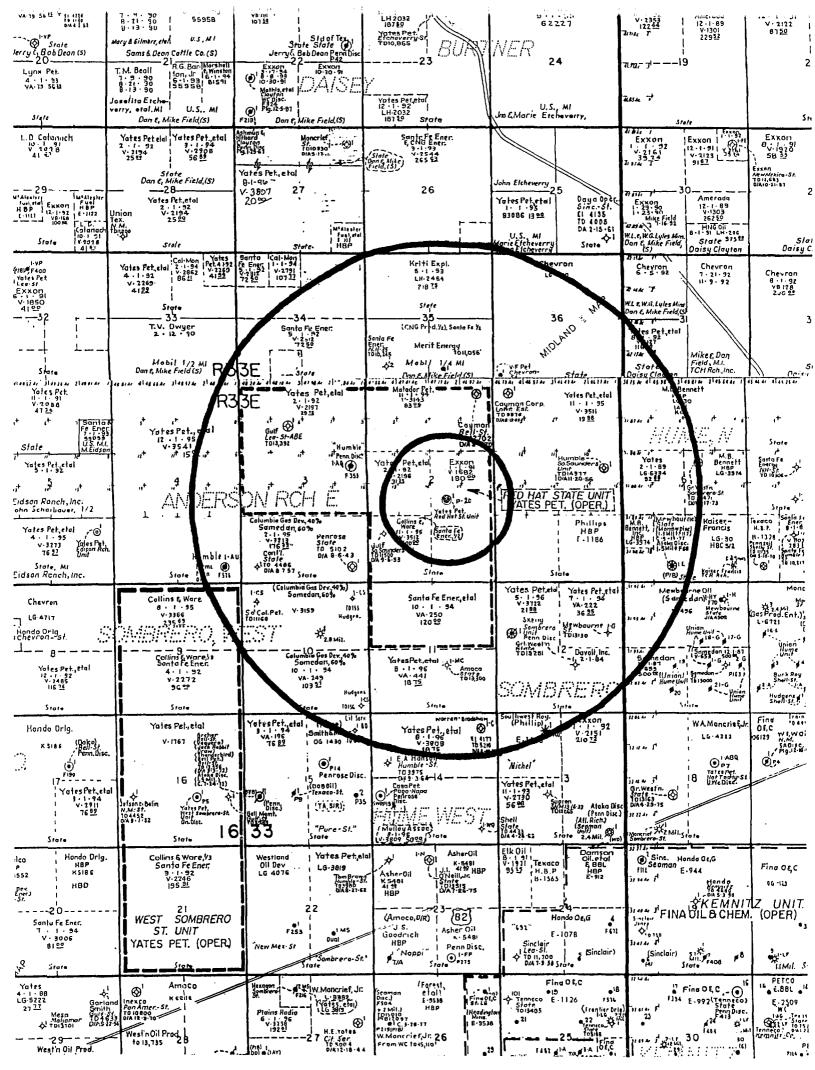
#### YATES PETROLEUM CORPORATION

**RED HAT SWD #1** 

SEC. 2-T16S-R33E LEA COUNTY, NEW MEXICO

**26" HOLE** 20" @ 40' **W/3-1/2 YARDS (CIRC)** 17-3/4" HOLE 13-3/8" 54.5# @ 409' W/425 SX (CIRC) RUSTLER 1501' **SALADO 1608'** 12-1/4" HOLE **YATES 2742' QUEEN 3580'** SAN ANDRES 4417' 8-5/8" @ 4515' W/2100 SX (CIRC) **TOC ABOVE 5200'** PERFS 5808-5818' **GLORIETA 5896'** PROPOSED PERFS 5900-5920' **TUBB 7166'** ABO 7804' ABO SHALE 7902 WOLFCAMP 9501' CIBP + 35' CEMENT @ 9800' PERFS 9849-9870' **PENN 10123** CIBP + 35' CEMENT @ 10375' PERFS 10415-10470' 7-7/8" HOLE PERFS 10756-10778' PERFS 11052-11106' CIBP + 35' CEMENT @ 12560' PERFS 12604-12628' PBTD 12750' 5-1/2" @ 13250' W/2650 SX TD 13250'

WILL COMPLETE FOR SALT-WATER DISPOSAL WITH 2-7/8" 6.5# J-55 PLASTIC-COATED TUBING AND GUIBERSON UNI VI OR BAKER PLASTIC-COATED OR NICKEL-PLATED PACKER @ 5700'. PROPOSE TO INJECT CANYON PRODUCED WATERS INTO THE SAN ANDRES AND GLORIETA FORMATIONS FROM APPROXIMATELY 5808-5818' AND 5900-5920'.



### YATES PETROLEUM CORPORATION

#### RED HAT SWD #1

PROPOSED SALT WATER DISPOSAL

SEC. 2-16S-33E

3300'FSL & 1980'FEL

LEA COUNTY, NEW MEXICO

ATTACHMENT B

#### ATTACHMENT C

### THE WESTERN COMPANY OF NORTH AMERICA WATER ANALYSIS

ANALYSIS NO: 920203C

#### GENERAL INFORMATION

OPERATOR:

YATES PET.

WELL:

EIDSON RANCH UNIT#1

DEPTH:

+/-5700

FIELD:

EIDSON RANCH UNIT

DATE SAMPLED:

2-3-92

FORMATION:

SAN ANDRES

DATE RECEIVED:

2-3-92

COUNTY:

EDDY

SUBMITTED BY:

RAY STALL

STATE:

NM

WORKED BY:

SHEPHERD

PHONE:

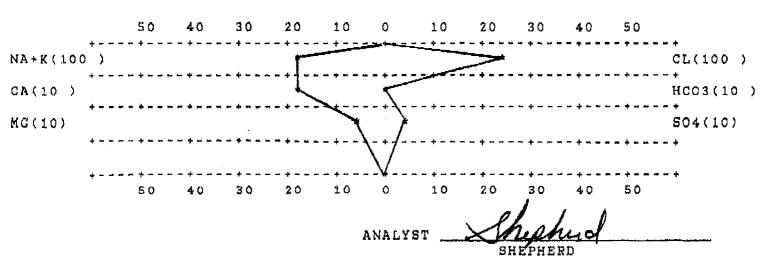
505-392-5556

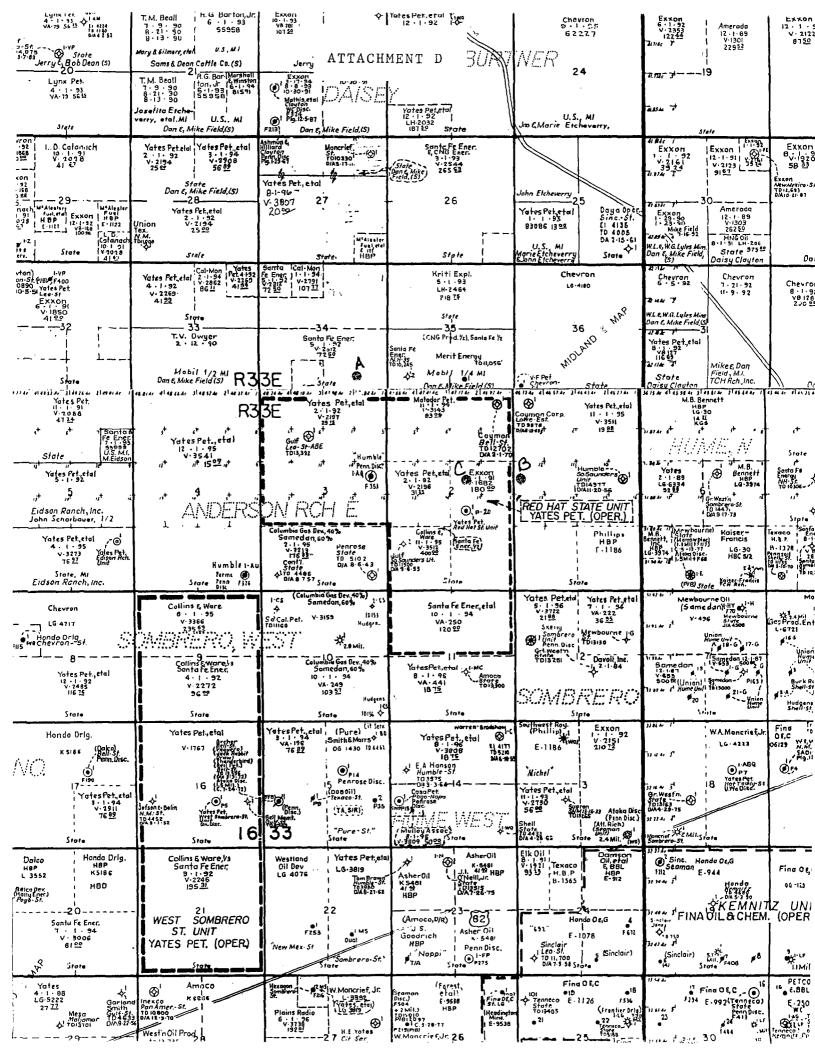
SAMPLE DESCR: POST TREATMENT ANALYSIS.

#### PHYSICAL AND CHEMICAL DETERMINATIONS

SPECIFIC GRAVITY: 1.110 AT 69 DEG. F PH = 6.05 SULFATE IRON: NOT DETERMINED 2297 PPM +/-3 PPM FE2+: SODIUM+POTASS: 52837 PPM | CHLORIDE: 87368 PPM | SOUTHW CHTOKIDE (CATC): 144025 MAA BICARBONATE: CALCIUM: 3319 PPM 385 PPM 10911 MAGNESIUM: ... 635 PPM TOT. HARDNESS AS CACO3: PPM PHOSPHATE: NOT DETERMINED TOT. DISSOLVED SOLIDS: 153797 PPM RESISTIVITY (CALCULATED): 0.054 OHM/METER @ 75 DEGREES F. REMARKS: NO KCL IN SAMPLE. OIL GRAV. IS 26.8 API CORRECTED TO 60 \* F.

#### STIFF TYPE PLOT (IN MEQ/L)







#### **Chemicals and Services**



16010 Barker's Point Lane • Houston, Texas 77079 713 558-5200 • Telex: 4620346 • FAX: 713 589-4737

Reply to: P.O. Box FF Artesia, New Mexico 88210 (505) 746-3588 Phone (505) 746-3580 Fax

#### WATER ANALYSIS REPORT

Date : 12/13/91 Date Sampled : 12/13/91 : YATES PETROLEUM Company : ARTESIA, NM Address Analysis No.: 002 Lease

: WINDMILL : NORTHEAST Well

Sample Pt. : WELLHEAD

	ANALYSIS		mg/L		* meq/L
1.	pH 7.8 H2S 0				
2. 3. 4. 5. 6. 7.	Specific Gravity 1.000 Total Dissolved Solids		1458.7		
5.	Suspended Solids Dissolved Oxygen				
7.	Dissolved CO2 Oil In Water				
8. 9. 10.	Phenolphthalein Alkalinity (Call Methyl Orange Alkalinity (Call	CaCO3)			
11. 12.	Bicarbonate Chloride	HCO3 Cl	171.0 511.0	HCO3 Cl	2.8 14.4
13.	Sulfate Calcium	SO4 Ca	250.0 64.0	SO4 Ca	5.2 3.2
14. 15.	Magnesium	Mg	4.9	Mg	0.4 18.8
16. 17.	Sodium (calculated) Iron	Na Fe	432.8 0.0	Na	10.0
18. 19.	Barium Strontium	Ba Sr	25.0 0.0		
20.	Total Hardness (CaCO3)		180.0		

#### PROBABLE MINERAL COMPOSITION

*milli equivalents per Liter	Compound	Equiv wt	X meq/L	= mg/L
3 *Ca < *HCO3 3 > *SO4 5	Ca(HCO3)2 CaSO4 CaC12 Mg(HCO3)2	81.0 68.1 55.5 73.2	2.8 0.4	227 27
19 *Na> *Cl 14	MgSO4 MgCl2	60.2 47.6	0.4	24
Saturation Values Dist. Water 20 C CaCO3 13 mg/L CaSO4 * 2H2O 2090 mg/L BaSO4 2.4 mg/L	NáHCO3 Na2SO4 NaCl	84.0 71.0 58.4	4.4 14.4	313 842

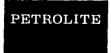
**REMARKS:** 

L. MALLETT / MLAB / FILE

Petrolite Oilfield Chemicals Group

Respectfully submitted, STEVE TIGERT

(a,b) = (a,b)



#### SCALE TENDENCY REPORT \_\_\_\_\_

Company Address : YATES PETROLEUM

Date : 12/13/91 Date Sampled : 12/13/91

Lease

: ARTESIA, NM

Analysis No.: 002

Well Sample Pt.

: WINDMILL : NORTHEAST : WELLHEAD

Analyst : STEVE TIGERT

#### STABILITY INDEX CALCULATIONS (Stiff-Davis Method) CaCO3 Scaling Tendency

at 80 deg. F or 27 deg. C at 100 deg. F or 38 deg. C at 120 deg. F or 49 deg. C at 140 deg. F or 60 deg. C at 160 deg. F or 71 deg. C 0.2 S.I. =S.I. = $S_{\cdot}I_{\cdot} =$ 0.4 S.I. =0.5 s.I. = 0.5

\*

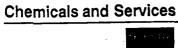
#### CALCIUM SULFATE SCALING TENDENCY CALCULATIONS (Skillman-McDonald-Stiff Method) Calcium Sulfate

27 deg C 38 deg C 49 deg C at 80 deg. F or 1217 S = S = at 100 deg. F or 1207 at 120 deg. F or 1198 60 deg C at 140 deg. F or 1189 S = 1136 at 160 deg. F or 71 deg C

Petrolite Oilfield Chemicals Group

Respectfully submitted, STEVE TIGERT





16010 Barker's Point Lane • Houston, Texas 77079 713 558-5200 • Telex: 4620346 • FAX: 713 589-4737

Reply to: P.O. Box FF Artesia, New Mexico 88210 (505) 746-3588 Phone (505) 746-3580 Fax

#### WATER ANALYSIS REPORT

Date : 12/13/91 Date Sampled : 12/13/91 Analysis No. : 001 : YATES PETROLEUM Company : ARTESIA, NM : WINDMILL (NORTH) Address

Lease

Well : NORTH Sample Pt. : WELLHEAD

	ANALYSIS		mg/L		* meq/L
1. 2. 3.	pH 7.5 H2S 0 Specific Gravity 1.000				
4. 5. 6.	Total Dissolved Solids Suspended Solids Dissolved Oxygen		587.2		
7. 8.	Dissolved CO2 Oil In Water	•			
9.	Phenolphthalein Alkalinity (C	aCO3)		•	
10.	Methyl Orange Alkalinity (Cac	03)			
11.	Bicarbonate	HĆO3	158.0	HCO3	2.6
12.	Chloride	Cl	107.0	Cl	3.0
13.	Sulfate	SO4	125.0	SO4	2.6
	Calcium	Ca	68.0	Ca	3.4
15.	Magnesium	Mg	7.3	Mg	0.6
16.	Sodium (calculated)	Νā	96.9	Na	4.2
17.	Iron	Fe	0.0		
18. 19.	Barium Strontium	Ba	25.0		
20.		sr	0.0 200.0		
20.	100al Halaness (Cacos)		200.0		

#### PROBABLE MINERAL COMPOSITION

*milli equivalents per Liter	Compound Equiv wt X meq/L = $m$	ıg/L
3 *Ca < *HCO3 3 /> 1 *Mg> *SO4 3	Ca(HCO3)2 81.0 2.6 2 CaSO4 68.1 0.8 CaCl2 55.5 Mg(HCO3)2 73.2	10 55
4 *Na> *Cl 3 Saturation Values Dist. Water 20 C	MgSO4 60.2 0.6 MgCl2 47.6 NaHCO3 84.0	36
CaCO3 13 mg/L CaSO4 * 2H2O 2090 mg/L BaSO4 2.4 mg/L	Na2SO4 71.0 1.2	85 76

**REMARKS:** 

L. MALLLETT / MLAB / FILE

Petrolite Oilfield Chemicals Group

Respectfully submitted, STEVE TIGERT

ATTACHMENT E



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

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

February 5, 1992

CERTIFIED RETURN RECEIPT

Plains Radio Petroleum Company P. O. Box 9354 Amarillo, TX 79105

Dear Sir,

Enclosed please find a copy of form C-108 (Application for Authority to Inject) on Yates' Red Hat SWD #1 located in Unit O of Section 2-16S-33E, Lea County, New Mexico.

Should you have any questions, please feel free to contact me at (505) 748-1471.

Sincerely,

Jim Brown

Jam Brown

Operations Engineering Supervisor

JB/th



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

JOHN A. YATES
PRESIDENT
PEYTON YATES
EXECUTIVE VICE PRESIDENT
RANDY G. PATTERSON
SECHETARY
DENNIS G. KINSEY
TREASURER

S. P. YATES CHAIRMAN OF THE BOARD

February 5, 1992

CERTIFIED RETURN RECEIPT

Matador Petroleum Corporation 8340 Meadow Road St. 158, Pecan Creek Dallas, TX 75231

Dear Sir,

Enclosed please find a copy of form C-108 (Application for Authority to Inject) on Yates' Red Hat SWD #1 located in Unit O of Section 2-16S-33E, Lea County, New Mexico.

Should you have any questions, please feel free to contact me at (505) 748-1471.

Sincerely,

Jim Brown

Operations Engineering Supervisor

JB/th



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

CHAIRMAN OF THE BOARD

JOHN A. YATES

PRESIDENT

PEYTON YATES

EXECUTIVE VICE PRESIDENT

RANDY G. PATTERSON

SECRETARY

DENNIS G. KINSEY

TREASURER

S. P. YATES

February 5, 1992

CERTIFIED RETURN RECEIPT

Exxon Corporation P. O. Box 1600 Midland, TX 79702

Dear Sir,

Enclosed please find a copy of form C-108 (Application for Authority to Inject) on Yates' Red Hat SWD #1 located in Unit O of Section 2-16S-33E, Lea County, New Mexico.

Should you have any questions, please feel free to contact me at (505) 748-1471.

Sincerely,

Jim Brown

Operations Engineering Supervisor

JB/th



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

PRESIDENT
PEYTON YATES
EXECUTIVE V.CE PRESIDENT
RANDY G. PATTERSON
SECRETARY
DENNIS G. KINSEY
TREASURER

S. P. YATES CHAIRMAN OF THE BOARD

JOHN A. YATES

February 5, 1992

CERTIFIED RETURN RECEIPT

Santa Fe Energy Resources, Inc. 550 W. Texas, St. 1330 Midland, TX 79701

Dear Sir,

Enclosed please find a copy of form C-108 (Application for Authority to Inject) on Yates' Red Hat SWD #1 located in Unit O of Section 2-16S-33E, Lea County, New Mexico.

Should you have any questions, please feel free to contact me at (505) 748-1471.

Sincerely,

Jim Brown

Operations Engineering Supervisor

JB/th



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

CHAIRMAN OF THE BOARD

JOHN A. YATES

PRESIDENT

PEYTON YATES

EXECUTIVE VICE PRESIDENT

RANDY G. PATTERSON

SECRETARY

DENNIS G. KINSEY

TREASURER

S. P. YATES

February 5, 1992

CERTIFIED RETURN RECEIPT

Collins & Ware, Inc. 303 W. Wall Ave., St. 2200 Midland, TX 79701

Dear Sir,

Enclosed please find a copy of form C-108 (Application for Authority to Inject) on Yates' Red Hat SWD #1 located in Unit O of Section 2-16S-33E, Lea County, New Mexico.

Should you have any questions, please feel free to contact me at (505) 748-1471.

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DENNIS G. KINSEY

TREASURER

S. P. YATES

February 5, 1992

CERTIFIED RETURN RECEIPT

Dan Field P. O. Box 1105 Lovington, NM 88260

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JB/th



### 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

SECRETARY
DENNIS G. KINSEY
TREASURER

S. P. YATES CHAIRMAN OF THE BOARD

JOHN A. YATES

PEYTON YATES

EXECUTIVE VICE PRESIDENT RANDY G. PATTERSON

TELEPHONE (505) 748-1471

February 5, 1992

CERTIFIED RETURN RECEIPT

Charles R. Martin, Inc. P. O. Box 706 Artesia, NM 88210

Dear Sir,

Enclosed please find a copy of form C-108 (Application for Authority to Inject) on Yates' Red Hat SWD #1 located in Unit O of Section 2-16S-33E, Lea County, New Mexico.

Should you have any questions, please feel free to contact me at (505) 748-1471.

Sincerely,

0

Jim Brown
Operations Engineering Supervisor

JB/th



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

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

February 5, 1992

Hobbs News Sun 503 W. Main Hobbs, NM 88240

Gentlemen,

Yates Petroleum Corporation desires to place a public notice in your newspaper for one day. The notice is enclosed.

Please place this notice in your paper on Friday, February 14, 1992 and forward a copy of it along with your billing as soon as possible to:

Yates Petroleum Corporation 105 S. 4th Street Artesia, NM 88210 Attn: Jim Brown

If you have any questions, please contact me at 748-1471, Ext. 167. Thank you for your cooperation in this matter.

Sincerely,

Jim Brown

Operations Engineering Supervisor

JB/th

#### Attachment F

#### Legal Notice

Yates Petroleum Corporation, 105 South Fourth Street, Artesia, NM 88210, has filed form C-108 (Application for Authorization to Inject) with the New Mexico Oil Conservation Division seeking administrative approval for an injection well. The proposed well, the "Red Hat SWD #1" located 3300' FSL & 1980' FEL of Section 2, Township 16 South, Range 33 East of Lea County, New Mexico, will be used for saltwater disposal. Disposal waters from the Wolfcamp will be re-injected into the Delaware formation at a depth of 5746'-5870' feet with a maximum pressure of 1100 psi and a maximum rate of 10,000 BWPD.

All interested parties opposing the aforementioned must file objections or requests for a hearing with the Oil Conservation Division, P. O. Box 2088, Santa Fe, NM 87501, within 15 days. Additional information can be obtained by contacting Jim Brown at (505) 748-1471.

#### AFFIDAVIT OF PUBLICATION

State of New Mexico, County of Lea.

Kathi 1	Bearde:	n
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of the Hobbs Daily News-Sun, a daily newspaper published at Hobbs, New Mexico, do solemnly swear that the clipping attached hereto was published once a week in the regular and entire issue of said paper, and not a supplement thereof for a period

One weeks.	
Beginning with the issue dated	
Feb. 14 , 19 92 and ending with the issue dated	
Feb. 14 , 19 92	
1 gera le suriales	
General Manager	
Sworn and subscribed to before	
me this $8$ day of	
Albanay, 1993	
Notary Public.	
My Commission expires	
Aug. 5, 19 95	
(Seal.	

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937, and payment of fees for said publication has been made.

CHE SPASET. IN DIVISION RECORD

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LEGAL NOTICE
February 14, 1992
Yates Petroleum Corporation, 105 South Fourth
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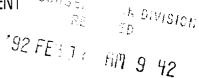


#### STATE OF NEW MEXICO

### ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT $^{24.006}_{-0.008}$ s.:

### OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

2-14-92



POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88241-1980 (505) 393-6161

BRUCE KING GOVERNOR

OIL CONSERVATION DIVISION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501  RE: Proposed:     MC     DHC     NSL     NSP     SWD     X     WFX     PMX	Case 10463
Gentlemen:	
I have examined the applica  Yates Petroleum (so Operator  and my recommendations are	Lease & Well No. Unit S-T-R
Yours very truly,  Supervisor, District 1	