

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



105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210-2118
TELEPHONE (505) 748-1471

S. P. YATES
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September 12, 2001

David Catanach
State of New Mexico
New Mexico Energy, Minerals and Natural Resources Department
Oil Conservation Division
1220 S. St. Francis Dr.
Santa Fe, New Mexico 87505

Re: **ADMINISTRATIVE ORDER SWD-774**

Lusk SWD #1
660' FNL & 1980' FWL
Sec. 11, T. 16 S., R. 35 E.
Lea County, New Mexico

Gentlemen:

The subject order was approved on May 15, 2000. The order was approved subject to commencement of injection operations within a period of one year with a provision for extension by written request.

Due to delays in Land matters injection operations have not been commenced. However, Yates Petroleum Corporation is now ready to begin operations and respectfully requests an extension of the Division's approval of Administrative Order SWD-774.

Additionally, we request that well name on the order be changed to Shell Lusk SWD #3.

If you have questions or need additional information, please call me at (505) 748-4174.

Thank you for your consideration of this matter.

Respectfully,

Albert R. Stall
Operations Engineering Supervisor

cc: NMOCD, Hobbs



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

November 5, 2001

Yates Petroleum Corporation
105 South Fourth Street
Artesia, New Mexico 88210-2118

Attention: Mr. Albert R. Stall

Re: Extension/Reinstatement of Order No. SWD-774
Lusk SWD No. 1
660' FNL & 1980' FWL, Unit C,
Section 11, T-16S, R-35E, NMPM,
Lea County, New Mexico

Dear Mr. Stall:

Pursuant to your letter request dated September 12, 2001, injection authority for the Lusk SWD No. 1 (proposed to be renamed the Shell Lusk SWD No. 3) is hereby reinstated.

The injection authority for this well shall terminate on May 15, 2002, if Yates has not commenced injection operations into the well at that time.

Sincerely,

David Catanach
Engineer

Xc: File-SWD-774
OCD-Hobbs