



BRUCE KING  
GOVERNOR

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

December 8, 1982

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

D. F. Boneau, Engineering Manager  
Yates Petroleum Corporation  
207 South Fourth Street  
Artesia, New Mexico 88210

*OLM 1*

Dear Mr. Boneau:

By letter of November 16, 1982, you requested approval of the off-lease measurement of gas from certain wells and at certain locations in Chaves County as follows:

<u>Well and Location</u>	<u>Meter Location</u>
Albitus TH Federal No. 1 Unit B Sec. 21-T7S-R25E	Unit A Sec. 16-T7S-R25E
Bishop RY No. 1 Unit P Sec. 11-T6S-R25E	Unit L Sec. 12-T6S-R25E
Bozarth UC No. 1 Unit P Sec. 22-T7S-R25E	Unit N Sec. 23-T7S-R25E
Mike Harvey TR Fed. No. 1 Unit I Sec. 3-T5S-R24E	Unit D Sec. 2-T5S-R24E
Thomas LN Fed. No. 3 Unit F Sec. 14-T6S-R25E	Unit K Sec. 11-T6S-R25E

It is my understanding that this off-lease measurement is necessary to permit wells to be produced which might otherwise be uneconomic to connect.

In order to permit these wells to be produced, thereby preventing waste and protecting correlative rights, the proposed off-lease gas measurement is approved subject to the following conditions:

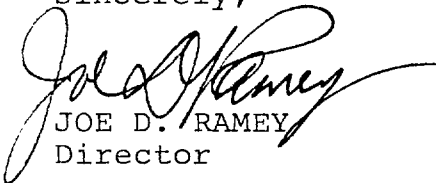
- (1) All flow lines shall be maintained in safe and adequate condition and any significant leaks or failures reported to the Division.

Page 2  
Letter to D. F. Boneau  
December 8, 1982

- (2) All separation and liquids storage facilities shall be located on the originating lease.
- (3) The meters shall be read and maintained by the gas purchaser.

In addition all production, storage, transportation, sales, and other operations shall comply with Division Rules and Regulations.

Sincerely,



JOE D. RAMEY  
Director

JDR/RLS/fd

cc: OCD Artesia  
MMS Albuquerque  
Transwestern Pipeline Co. Roswell