



STATE OF NEW MEXICO  
**ENERGY AND MINERALS DEPARTMENT**  
OIL CONSERVATION DIVISION

TONEY ANAYA  
GOVERNOR

September 15, 1983

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87501  
(505) 827-5800

Yates Petroleum Corporation  
207 South Fourth Street  
Artesia, NM 88210

Attention: David F. Boneau,  
Engineering Manager

Re: OLM-3

Dear Mr. Boneau:

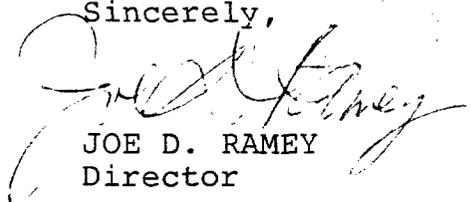
Your letter requesting off-lease measurement of natural gas from four of your Pecos Slope Abo Field wells has been reviewed. Because of the special circumstances involved in allowing a gas transmission line hook-up of these wells, which might not otherwise be able to produce, we find your request reasonable and just.

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

1. All flow lines shall be maintained in a safe and adequate condition and any leaks or failures must be reported to the Division.
2. All separation and liquid storage facilities shall be located on the originating lease.
3. The meters shall be read and maintained by the gas purchaser.
4. Federal and State approval is required where applicable.

In addition, all production, storage, transportation, sales and other operations shall comply with Division Rules and Regulations. A list of the approved wells is attached. Should you have any questions concerning this matter, please contact Gilbert Quintana at 827-5807.

Sincerely,

A handwritten signature in cursive script, appearing to read "Joe D. Ramey".

JOE D. RAMEY  
Director

JDR/GQ/dp

Attachment

cc: Gilbert Quintana  
OCD-Artesia  
Minerals Management - Albuquerque  
Transwestern Pipeline Co. - Roswell

PECOS SLOPE ABO FIELD WELLS  
APPROVED FOR OFF-LEASE GAS  
MEASUREMENT

1. Mike Harvey TR Federal No. 2  
660N + 1980E  
Sec. 3, T-5S, R-24E
2. Sacra SA No. 5  
660N + 660E  
Sec. 27, T-6S, R-25E
3. Spool SU Com No. 3  
1980S + 660E  
Sec. 14, T-7S, R-25E
4. Tesuque TQ Federal No. 1  
660S + 660W  
Sec. 3, T-5S, R-24E