

DATE 10/18/02	ENGINEER NA	LOGGED IN KV	TYPE NSL	APP NO. 229426398
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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
 [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
 [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
 [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
 [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
 [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] TYPE OF APPLICATION - Check Those Which Apply for [A]

[A] Location - Spacing Unit - Simultaneous Dedication

☒ NSL ☐ NSP ☐ SD

Check One Only for [B] or [C]

[B] Commingling - Storage - Measurement

☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM

[C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery

☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

[D] Other: Specify _____

[2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or ☒ Does Not Apply

[A] ☐ Working, Royalty or Overriding Royalty Interest Owners

[B] ☐ Offset Operators, Leaseholders or Surface Owner

[C] ☐ Application is One Which Requires Published Legal Notice

[D] ☐ Notification and/or Concurrent Approval by BLM or SLO
 U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office

[E] ☐ For all of the above, Proof of Notification or Publication is Attached, and/or,

[F] ☐ Waivers are Attached

[3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

WILLIAM F. CARR

Print or Type Name

William F. Carr

Signature

ANNOYED

Title

10-18-02

Date

wcarr@hollandhart.com
 e-mail Address

RECEIVED
 OCT 16 10 36 AM '02

*Call
 Cathy Porter
 (505) 748-4359*

HOLLAND & HART LLP
ATTORNEYS AT LAW

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William F. Carr

wcarr@hollandhart.com

October 18, 2002

HAND-DELIVERED

Lori Wrotenbery, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

Re: Application of Yates Petroleum Corp. for administrative approval of an unorthodox gas well location for its Chimay "BAO" State Well No. 1 in the Wolfcamp formation at a location 1980 feet from the North line and 155 feet from the West line of Section 2, Township 24 South, Range 23 East, N.M.P.M., Eddy County, New Mexico.

Dear Ms. Wrotenbery:

Yates Petroleum Corp., pursuant to the provisions of Division Rule 104 F (2) adopted on January 18, 1999, hereby seeks administrative approval of an unorthodox well location in the Wolfcamp formation, for its Chimay "BAO" State Well No. 1 to be drilled to as a wildcat well to the Wolfcamp formation at a location 1980 feet from the North line and 155 feet from the West line of Section 2, Township 24 South, Range 23 East, NMPM, Eddy County, New Mexico. A standard 320-acre spacing and proration unit comprised of the North half of Section 2 will be dedicated to the well.

This location in the Wolfcamp formation is unorthodox because Rule 104.C(2) of the General Rules of the Oil Conservation Division provide for wells on 320-spacing and proration units to be located no closer than 660 feet to any governmental quarter section line. The proposed location is unorthodox because it is 505 feet too close to West line of Section 2.

This unorthodox location is required by topographical conditions. The area in which the proposed well is to be located is in extremely rough terrain. Exhibit A to this application is a topographic map which shows that the proposed unorthodox location is the only possible location in the N/2 of Section 2.

*Camden
988-4421
CHUCK MORAN*

1980' proration

319.2 acres

*BAO 1, 2, 3, 4
UNITS E, F, G, H*

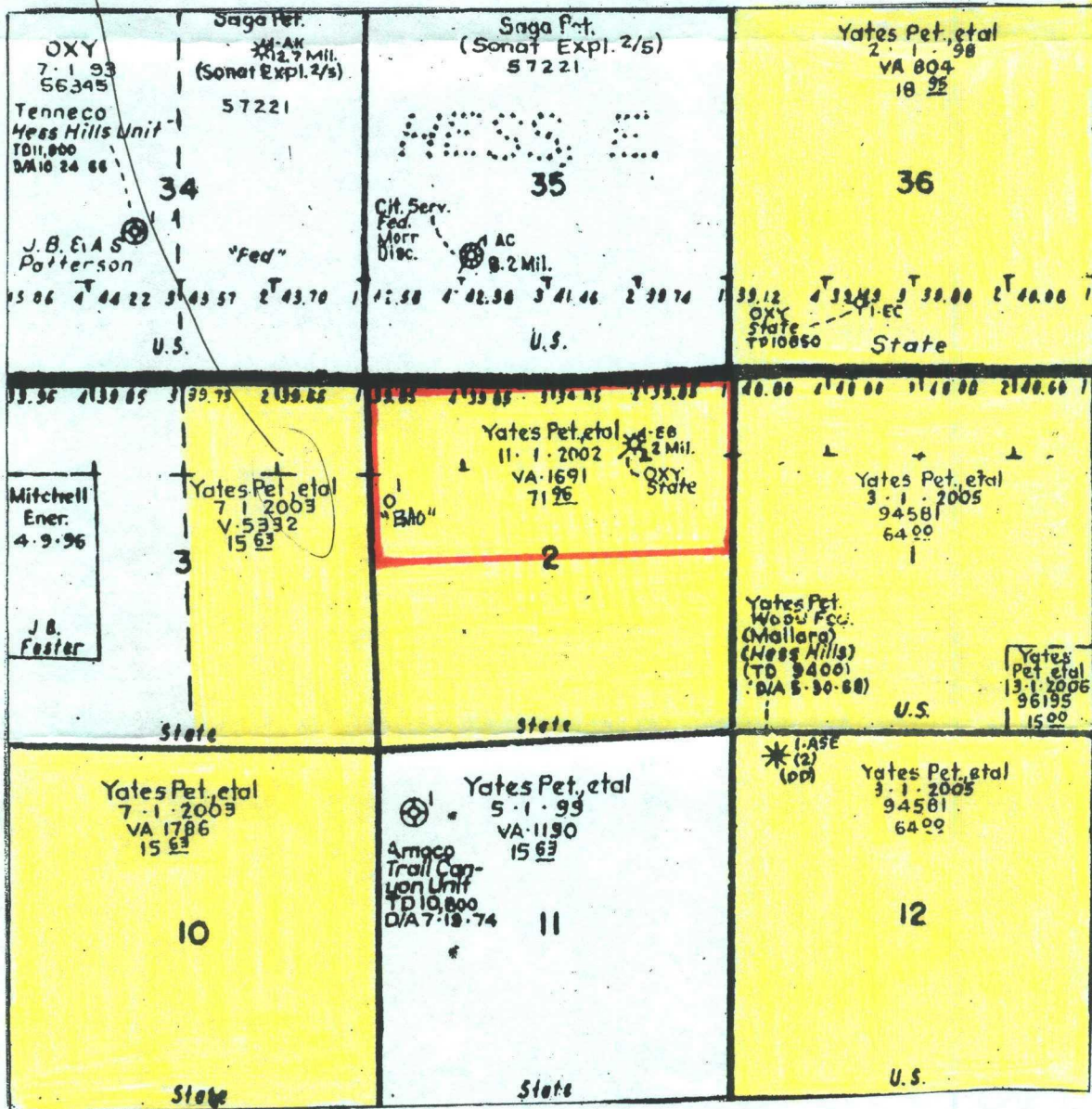


EXHIBIT A

EXHIBIT B

Yates Petroleum Corporation
Chimay "BAO" State
1988' FNL & 155' FWL
Section 2-T24S-R23E
Eddy County, New Mexico

100% WI owned
Yates ENTITIES
Per Joint Richardson
10/30/02
WJG



10/30/02 15:21:15

OGOWVJ -TPXP

1

NORMAL

4	3	2	1
39.65	39.75	39.85	39.95
CS	CS	CS	CS
VA1691 0000	VA1691 0000	VA1691 0000	VA1691 0000
YATES PETROLEUM C	YATES PETROLEUM C	YATES PETROLEUM C	YATES PETROLEUM C
11/01/02	11/01/02	11/01/02	11/01/02

A

E	F	G	H
40.00	40.00	40.00	40.00
CS	CS	CS	CS
VA1691 0000	VA1691 0000	VA1691 0000	VA1691 0000
YATES PETROLEUM C	YATES PETROLEUM C	YATES PETROLEUM C	YATES PETROLEUM C
11/01/02	11/01/02	11/01/02	11/01/02

HELP	EXIT	GoTo
BKWD	PRINT	SDIV
FWD		

County Edo

Pool

(all 320 acre GOS)

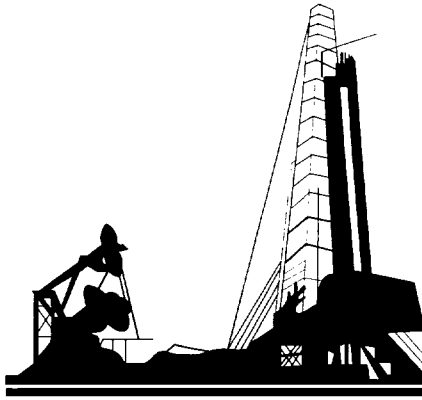
TOWNSHIP		Range		NMPM	
6	5	4	3	2	1
7	8	9	10	11	12
18	17	16	15	14	13
19	20	21	22	23	24
30	29	28	27	26	25
31	32	33	34	35	36

East Ham - Monrovia REPAIRS all Sec 2

(No special Rules)

Will Jones 10/30/12

~~Bill Bridges~~ ~~REPAIRS~~ ~~all Sec 2~~



TRANSMITTAL COVER SHEET

OIL CONSERVATION DIVISION
1220 S. ST. FRANCIS DRIVE
SANTA FE, NM 87505
(505) 476-3440
(505) 476-3462 (Fax)

Trichard@YPCNM.com

PLEASE DELIVER THIS FAX:

TO: JARRET RICHARDSON - Yates

FROM: Will Jones - NMOC D

DATE: 10/31/02

PAGES: C + 1

SUBJECT: NSL-4803 CHIMAY 'BAO' STATE #1

IF YOU HAVE TROUBLE RECEIVING THIS FAX, PLEASE CALL THE OFFICE
NUMBER ABOVE.

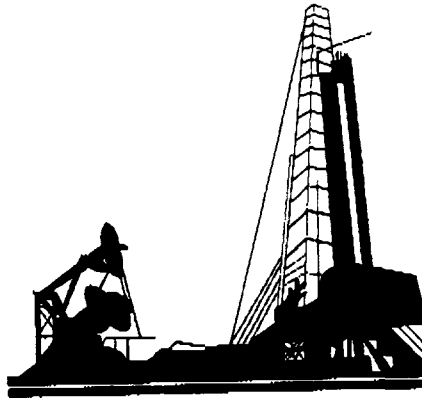
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P.01

OCT-31-2002 THU 09:47 AM

FOR:

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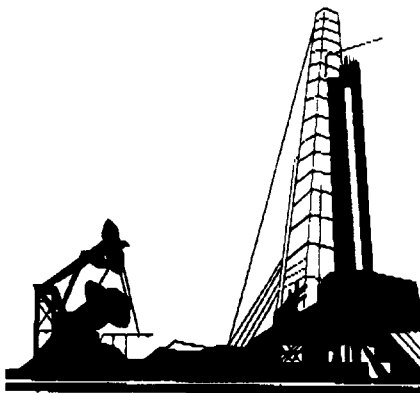
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P.01

OCT-31-2002 THU 10:19 AM

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FROM: Will Jones - NMDCD

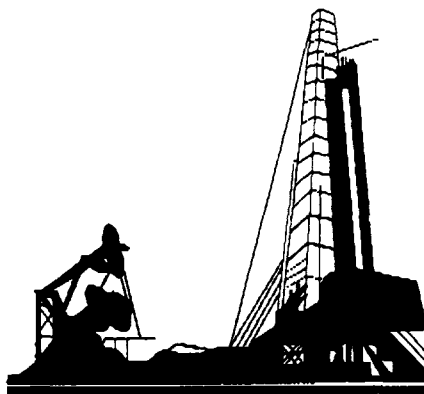
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P.01

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TOTAL :						OS PAGES:	0	



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