AREA CODE 505 746-3508

LAW OFFICES

LOSEE & CARSON

300 AMERICAN HOME BUILDING

P. O. DRAWER 239

ARTESIA, NEW MEXICO 7

25 IT-25 January 1972 LCLIVED JAN 26 1972

CONSERVATION COMM.

Mr. George Hatch, Attorney New Mexico Oil Conservation Commission P. O. Box 2088 Santa Fe, New Mexico 87501

Dear Mr. Hatch:

Yates Petroleum Corporation, 207 South Fourth Street, Artesia, New Mexico, 88210, by the undersigned attorneys, hereby applies for an exception pursuant to Rule 104-F, to the well location requirements of Rule 104, without notice and hearing. Applicant proposes to re-enter its Johnston "BE" well located 330 feet from the North and East lines of Section 8, Township 19 South, Range 25 East, N.M.P.M., and to attempt to deepen and recomplete as a gas well in the Cisco zone of the Pennsylvanian formation. The said Johnston "BE" well was originally drilled to a total depth of 4,075 feet in the Yeso formation and plugged back to 3,220 feet in the San Andres formation. The well was temporarily abandoned in March, 1970. Applicant proposes to dedicate the E/2 of said Section 8 for such recompletion operation. The off-set operators have consented in writing to the unorthodox location.

In support of this application, we enclose:

- Well Location and Acreage Dedication Plat, Form 1. C-102.
- Plat showing the ownership of all leases off-setting the proration unit for which the unorthodox location is sought and all wells completed thereon.
- Waivers of David Fasken, Midwest Oil Corp. and Roger C. Hanks.

Mr. George Hatch, Attorney
New Mexico Oil Conservation Commission
-2-

25 January 1972

Applicant must commence deepening operations by the end of this week and, subject to receipt of the enclosed documents, I understand that the administrative approval will be given to this unorthodox location.

Very truly yours,

LOSEE & CARSON

A. J. Losee

AJL: jw Enclosures

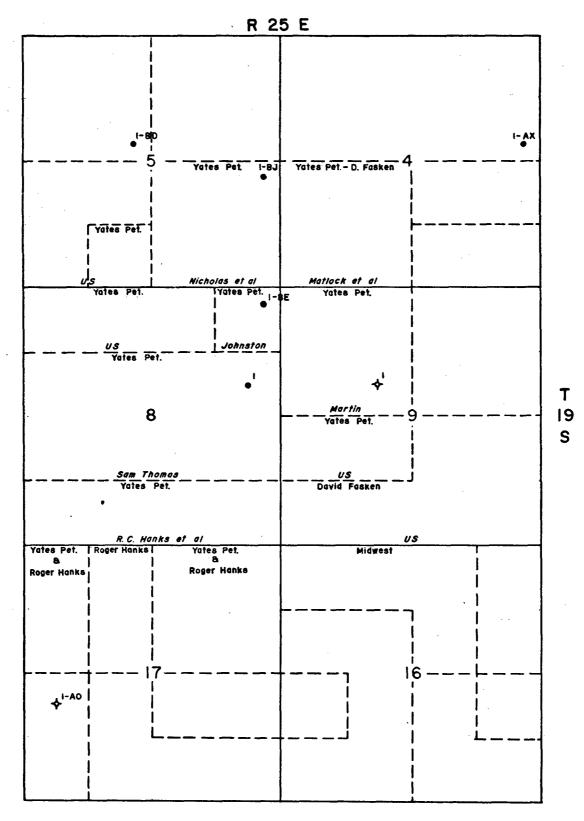
cc: Mr. Bill Gressett

Mr. Jack McCaw

## NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102 Supersedes C-128 Effective 1-1-65

EIVED All distances must be from the outer boundaries of the Section. Operator Johnston "BE" Yates Petroleum Corporation an 26 CONECTION COMM Township Unit Letter Section Range Я 19S 25E Actual Footage Location of Well: 330 330 feet from the East North feet from the line and line Ground Level Elev: Producing Formation Dedicated Acreage: 320 3563' 1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below. 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty). 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling. etc? Communitization Pending If answer is "yes," type of consolidation \_ If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission. CERTIFICATION BE-330 I hereby certify that the information con-NM 1372 tained herein is true and complete to the best of my knowledge and belief. L.C. Johnston U.S.-Eddie M. Mahfood Position Engineer Company Yates Pet. Corporation 1-24-72 I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief. Sam Thomas Refer to original Plat Date Surveyed Roger Hanks 1/2 Registered Professional Engineer Kincaid Estate 1/4 and/or Land Surveyor R. E. Glass 1/4Certificate No. 1320-1650 1980. 2310 500



Midland, Texas January , 1972

Mr. A. L. Porter, Jr., Secretary-Director New Mexico Oil Conservation Commission P. O. Box 2088 Santa Fe, New Mexico 87501

## Gentlemen:

We have been notified of the application of Yates Petroleum Corporation, pursuant to Rule 104-F of the Oil Conservation Commission, for administrative approval to re-enter its Johnston "BE" well located 330 feet from the North and East lines of Section 8, Township 19 South, Range 25 East, N.M.P.M., and to attempt to deepen and recomplete said well in the Cisco zone of the Pennsylvanian formation. We understand that the said Johnston "BE" well was drilled to a total depth of 4,075 feet below the surface and was plugged back to 3,220 feet below the surface.

As the operator of a proration or spacing unit (comprising all of Section 9, Township 18 South, Range 25 East, N.M.P.M.), you are advised that we hereby waive any objection to the proposed application and consent to the said recompletion of the Yates Petroleum Corporation Johnston "BE" well, at an unorthodox location, in the Cisco zone of the Pennsylvanian formation.

Very truly yours,

DAVID FASKEN

DAVID FASKEN

1011A

MIDWEST HEREBY WAIVES ANY OBJECTIONS TO THE APPLICATION OF

ZONE OF THE PENN FORMATION

MIDWEST OIL CORP BY OMAR L BROWN

THAT IT MAY DEEPEN THE JOHNSTON "BE" WELL IN THE NE/4 NE/4 OF

SECTION 8 T19S RANGE 25E EDDY COUNTY NEW MEXICO TO THE CISCO

WU ARTESIA K AYB027 PD MIDLAND TEX JAN 24 330P CST YATÈS PETR CORP 207 SOURXXX SOUTH 4 ARTESIA NMEX WE HEREBY WAIVE ANY OBJECTIONS TO THE APPL OF YATES PET CORP FOR UNORTHODOX LOCATION SO THAT THEY MAY DEEPEN THEIR JOHNSTON "BE" WELL IN THE NORTHEAST QUARTER OF THE NORTHEAST QUARTER SECTION EIGHT TWP 19 SOUTH RANGE 25E TO THE CISCO CANYON ZONE OF THE PENN FORMATION ROGER C HANKS APPL "BE" 7 42AM