

HEYCO

PETROLEUM PRODUCERS



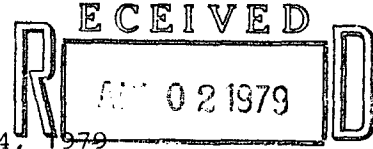
HARVEY E. YATES COMPANY

P. O. BOX 1933

SUITE 300, SECURITY NATIONAL BANK BUILDING

505/623-6601

ROSWELL, NEW MEXICO 88201



March 24, 1979

OIL CONSERVATION DIVISION  
SANTA FE

New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Attention: Mr. Richard Stamets

Re: Austin-Monteith #1  
W/2 Sec. 8,  
T-14S R-36E, N.M.P.M.  
Lea County, New Mexico

Dear Mr. Stamets:

Please be advised that Harvey E. Yates Company hereby makes application for administrative approval of an unorthodox location, pursuant to rule 104-F, to permit drilling of the Austin-Monteith #1 well located 1980' FWL, and 1650' FSL of Section 8, Township 14 South, Range 36 East, N.M.P.M., Lea County, New Mexico. The unorthodox location of the well is necessary due to the installation of a rotary irrigation systems by the surface owner which could not operate if the well is drilled further north than 1650 feet from the South line of Section 8. It is proposed that the W/2 of Section 8 will be dedicated to the well which will be drilled as a gas well to the Mississippian Formation.

Attached hereto as Exhibit A is a location plat and summary showing the ownership of all leases offsetting the proposed well. We are sending all offset lease owners copies of this letter by certified mail and request that if they have no objection to the proposed unorthodox location, that they advise you directly and forward a copy of such letter to this office.

Sincerely,

Robert H. Strand  
Attorney

RHS/lh

Attachments

*Mar. 26, 1979*  
*Mr. Stamets:*  
*Yes, I approve*  
*Palmer Wiken*  
*P.O. Box 33*  
*Gay, Va*  
*22945*

EXHIBIT A

OFFSET OWNERS W/2 Section 8, Township 14 South, Range 36 East, N.M.P.M

Township 14 South, Range 36 East, N.M.P.M.

Section 5: NE/4  
N/2 SE/4

Samedan Oil Corporation  
Myrtle Dove Richardson  
J. C. Sartin, Jr.  
Claudia Jordan

S/2 SE/4, W/2

Enserch Exploration Corporation

Section 6: E/2

Enserch Exploration Corporation

Section 7: N/2 NE/4  
S/2 NE/4

Amoco Production Company  
Maralo, Inc.  
M. Ralph Lowe, Inc.  
Erma Lowe  
Yates Petroleum Corporation

SE/4

Section 8: W/2 W/2, SE/4 SW/4  
E/2 NW/4, W/2 NE/4,  
NE/4 SW/4, NW/4 SE/4,  
S/2 SE/4  
E/2 NE/4, NE/4 SE/4

Amoco Production Company  
Harvey E. Yates Company  
Coronado Exploration Corporation

Cal-Mon Oil Company  
Jan Oil Company  
George A. Thomas  
William Tack Thomas  
Joe R. Henderson  
James S. Dubose  
John H. Hendrix  
Jack Markham  
J. M. Welborn  
Ernest Angelo, Jr.  
Don L. Spards  
McCrea Trust #1  
Estorll Producing Corp.  
Jack O. McCall  
Marshall and Winston, Inc.  
A. T. Carlton  
Robert L. Monaghan

Section 17: NW/4  
SW/4

Southern Union Supply Company  
Phillips Petroleum Company  
Atlantic Richfield Corporation  
Mobil Oil Corporation  
Marathon Oil Company  
Champlin Petroleum Company  
Getty Oil Company  
M. McDonnold, Jr.  
P D I, Inc.  
Oklahoma Service Corporation  
Blackwood and Nichols Company  
Sun Oil Company

E/2

Adobe Oil and Gas Corporation  
Adobe Exploration 1977, LTD  
Adobe Executive Partnership 1977  
Adobe-Gabbert LTD  
Adobe-Empire/Equitec Partnership 1977  
Adobe-Retina '77, LTD  
Yates Petroleum Corporation  
Yates Drilling Company  
MYCO Industries, Inc.

John A. Yates  
Harvey E. Yates Company  
Coronado Exploration Corp.  
Jack Markham  
Fannye Gaye Markham Ratcliff  
J. M. Welborn  
John Markham  
Sallie Mae Markham White  
Julie Ruth Markham Proctor  
Billie Joe Markham  
Lawrence C. Harris  
Great Western Drilling Company  
Davoil Oil, Inc.  
F. Palmer Weber  
Roy G. Barton, Jr.

Section 18: NE/4

SE/4

National Cooperative Refinery Assn.

Harvey E. Yates Company  
Coronado Exploration Corp.

R 36E

T 14S

	Enserch Exploration Corporation  6	Enserch Exploration Corporation	Samedan Oil Corporation  5  Myrtle Dove Richardson et al
	Amoco Production Company  Maralo, Inc. et al  Yates Petroleum Corporation.	Amoco Product Company  Harvey E Yates Company et al  8  6	Harvey Cal-Mon E Yates Oil Co. Company et al et al
	National Coop- erative Refin- ery Assn.  8	Southern Union Supply Company	Adobe Oil & Gas Corp. et al  7
	Harvey E. Yates Company et al	Phillips Petroleum Company et al	

● Location - Austin Monteith #1

1650' FSL and 1980' FWL Section 8

— Proposed Proration Unit

Samedan Oil Corporation  
2207 Wilco Building  
Midland, Texas 79701

Myrtle Dove Richardson  
P. O. Box 89  
Tatum, New Mexico 88267

J. C. Sartin, Jr.  
P. O. Box 1085  
Seagraves, Texas 79359

Claudia Jordan  
District Court Clerk  
Gaines County Courthouse  
Seminole, Texas 79360

Enserch Exploration Corporation  
P. O. Box 4815  
Midland, Texas 79701

Amoco Production Company  
P. O. Box 3092  
Houston, Texas 77001

Maralo, Inc.  
2200 West Loop-South Suite 130  
Houston, Texas 77027

M. Ralph Lowe, Inc.  
2200 West Loop-South Suite 130  
Houston, Texas 77027

Erma Lowe  
2200 West Loop-South Suite 130  
Houston, Texas 77027

Yates Petroleum Corporation  
207 South 4th  
Artesia, New Mexico 88210

Harvey E. Yates Company  
P. O. Box 1933  
Roswell, New Mexico 88201

Coronado Exploration Corporation  
1005 Marquette N.W.  
Albuquerque, New Mexico 87105

Cal-Mon Oil Company  
P. O. Box 2066  
Midland, Texas 79702

Jan Oil Company  
811 First National Bank Bldg.  
Midland, Texas 79701

George A. Thomas  
801 First National Bank Bldg.  
Midland, Texas 79701

William Tack Thomas  
801 First National Bank Bldg.  
Midland, Texas 79701

Joe R. Henderson  
P. O. Box 2477  
Midland, Texas 79701

James S. Dubose  
3416 Autumn Drive  
Fort Worth, Texas 76109

John H. Hendrix  
525 Midland Tower  
Midland, Texas 79701

Jack Markham  
Fannye Gaye Markham Ratcliff  
John Markham  
Sallie Mae Markham White  
Julie Ruth Markham Proctor  
Billie Joe Markham  
1500 Broadway - Suite 1212  
Lubbock, Texas 79401

J. M. Welborn  
1500 Broadway - Suite 1212  
Lubbock, Texas 797401

Ernest Angelo, Jr.  
200 Gihls Tower West  
Midland, Texas 79701

Don L. Spards  
507 N. Marienfeld - Suite 208  
Midland, Texas 79701

McCrea Trust No. 1  
P. O. Box 1715  
Midland, Texas 79702

Estorll Producing Corp.  
Vaughn Building - Suite 1100  
Midland, Texas 79701

Jack O. McCall  
Suite 1210  
MNB Tower  
Midland, Texas 79701

Marshall & Winston, Inc.  
P. O. Box 874  
Midland, Texas 79702

A. T. Carlton  
P. O. Box 293  
Midland, Texas 79702

Robert L. Monaghan  
P. O. Box 2066  
Midland, Texas 79702

Southern Union Supply Company  
First International Building  
Dallas, Texas 75270

Phillips Petroleum Company  
Phillips Building  
Odessa, Texas 79701

Atlantic Richfield Corporation  
P. O. Box 1610  
Midland, Texas 79702

Mobil Oil Corporation  
9 Greenway Plaza, Suite 2700  
Houston, Texas 77046

Marathon Oil Corporation  
P. O. Box 552  
Midland, Texas 79702

Champlin Petroleum Company  
300 Wilco Building  
Midland, Texas 79701

Getty Oil Company  
8th Floor Midland National Bank Tower  
Midland, Texas 79701

M. McDonnold, Jr.  
P. O. Box 409  
Midland, Texas 79701

P D I, Inc.  
510 Hightower Building  
Oklahoma City, Oklahoma 73102

Oklahoma Service Corporation  
5th Floor 100 Park Avenue Bldg.  
Oklahoma City, Oklahoma 73102

Blackwood & Nichols Company  
2013 First National Center  
Oklahoma City, Oklahoma 73102

Sun Oil Company  
P. O. Box 22638  
Dallas, Texas 75284

Adobe Oil & Gas Corporation  
Adobe Exploration '77, LTD  
Adobe Executive Partnership 1977  
Adobe-Gabbert LTD  
Adobe-Emipire/Equitec Partnership 1977  
Adobe-Retina '77 STD  
1100 Western United Life Bldg.  
Midland, Texas 79701

Yates Petroleum Corporation  
Yates Drilling Company  
MYCO Industries, Inc.  
John A. Yates  
207 South 4th  
Artesia, New Mexico 88210

Lawrence C. Harris  
P. O. Box 1714  
Roswell, New Mexico 88201

Great Western Drilling Company  
509 N. Loraine  
Midland, Texas 79701

Davoil, Inc.  
Suite 509, Ridglea Bank Building  
P. O. Box 12507  
Fort Worth, Texas 76116

F. Palmer Weber  
P. O. Box 33  
Ivy, Virginia 22945

Roy G. Barton, Jr.  
P. O. Box 978  
Hobbs, New Mexico 88240

National Cooperative Refinery Assn.  
404 Linclon Tower  
Denver, Colorado 80295

CAMPBELL AND BLACK, P.A.

LAWYERS

JACK M. CAMPBELL  
BRUCE D. BLACK  
MICHAEL B. CAMPBELL  
WILLIAM F. CARR  
PAUL R. CALDWELL

POST OFFICE BOX 2208  
JEFFERSON PLACE  
SANTA FE, NEW MEXICO 87501  
TELEPHONE (505) 988-4421

March 9, 1979

HAND DELIVERED

Mr. Richard L. Stamets  
Technical Support Chief  
Oil Conservation Division  
Post Office Box 2088  
Santa Fe, New Mexico 87501

Dear Mr. Stamets:

This letter will confirm our telephone conversation of this date concerning the plans of Harvey E. Yates Company to drill a gas well in the West half of Section 8, Township 14 South, Range 36 East, Lea County, New Mexico.

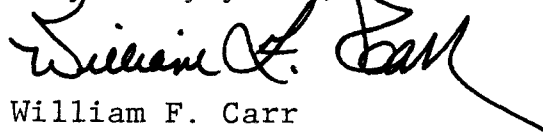
As I indicated to you, we represent Southern Union Exploration Company which owns the offsetting acreage immediately to the South of the acreage on which Yates proposes to drill. On behalf of Southern Union Exploration Company we formally protested any drilling at an unorthodox location by Harvey E. Yates Company in the West half of said Section 8.

It is our understanding that following our protest the Oil Conservation Division contacted its Hobbs District Office and confirmed that Harvey E. Yates Company had not obtained a permit to drill at any location in this section. It is also our understanding that the Commission contacted Mr. Robert Strand of Harvey E. Yates Company and was advised by Mr. Strand that (1) Yates had made no decision as to the exact location for the well they propose to drill in Section 8 and (2) they would notify offset operators prior to proceeding to drill at an unorthodox location.

If any of the representations in this letter do not concur with your understanding of the events of this morning, please advise me immediately by telephone.

Your assistance with this matter has been greatly appreciated.

Very truly yours,

  
William F. Carr

WFC:tn

ARCO Oil and Gas Company  
Permian District  
Post Office Box 1610  
Midland, Texas 79702  
Telephone 915 684 0100

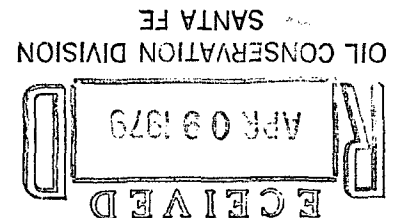


April 4, 1979

New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Attn: Mr. Richard Stamets

Re: Unorthodox Location Application  
Harvey E. Yates Company  
Austin - Monteith No. 1  
w/2 Section 8  
T-14-S, R-36-E  
Lea County, New Mexico



Dear Mr. Stamets:

Please be advised that ARCO Oil and Gas Company  
has no objection to the proposed unorthodox  
location of the referenced well.

Sincerely,

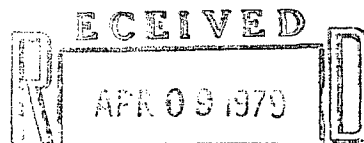
J. L. Tweed

GR:ad





April 4, 1979



PHONE 682-5241  
ADDRESS REPLY TO:  
BOX 1659  
MIDLAND, TEXAS 79701

OIL CONSERVATION DIVISION  
SANTA FE

New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Attention Mr. Richard Stamets

Re: Austin-Monteith #1  
W/2 Section 8  
T-14-S, R-36-E, N.M.P.M.  
Lea County, New Mexico

Gentlemen:

Great Western Drilling Company has no objection to the unorthodox location of the captioned well, the location to be 1980'FWL and 1650'FSL of Section 8, T-14-S, R-36-E, N.M.P.M., Lea County, New Mexico.

Yours very truly,

GREAT WESTERN DRILLING COMPANY

B. C. Mahanay  
General Superintendent

/fl

cc: Harvey E. Yates Co.  
P. O. Box 1933  
Roswell NM 88201

Well File  
Reading File

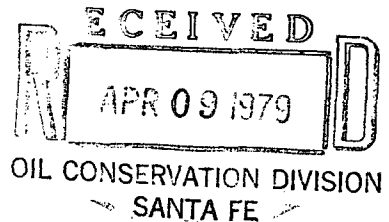


SUN PRODUCTION COMPANY

CAMPBELL CENTRE II, P.O. BOX 2880, DALLAS, TEXAS 75221

April 4, 1979

New Mexico Oil Conservation Commission  
P.O. Box 2088  
Santa Fe, New Mexico 87501



Attn: Mr. Richard Stamets

Re: Harvey E. Yates Company  
Austin - Monteith No. 1  
Lea County, New Mexico

Dear Sir:

Sun Oil Company has been advised of Harvey E. Yates Company's application for an unorthodox location for the referenced well located 1980' FWL and 1650' FSL of Section 8, Township 14 South, Range 36 East, N.M.P.M., Lea County, New Mexico. It is understood that the W/2 of Section 8 will be dedicated to the well which will be drilled as a gas well to the Mississippian formation.

Sun Oil Company has no objection to this application and hereby waives notice and hearing.

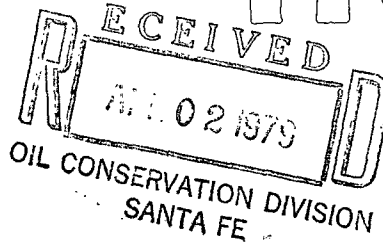
Yours very truly,

J.T. Power  
Area Manager Conservation

JTP:aw

cc: Harvey E. Yates  
P.O. Box 1933  
Roswell, N.M. 88201

maralo inc.



March 30, 1979

New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Attention: Mr. Richard Stamets

Re: Austin-Monteith #1  
W/2 Section 8, T14S, R36E, NMPM  
Lea County, New Mexico  
Maralo Lease #3489

Dear Mr. Stamets:

Please be advised that Maralo, Inc., M. Ralph Lowe, Inc. and Erma Lowe have no objection to the proposed unorthodox location requested by Harvey E. Yates Company, regarding the referenced well.

Yours very truly,

*John Burke ph*

John R. Burke  
Land Manager

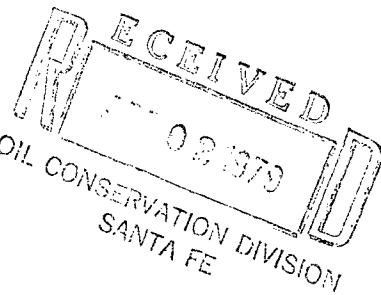
JRB:ph

LAWRENCE C. HARRIS

P. O. BOX 1714 - (505) 622-2851

ROSWELL, NEW MEXICO 88201

March 30, 1979



Re: M-57

Austin-Monteith #1

W $\frac{1}{2}$  Sec 8, T14S, R36E, NMPM

Lea County, New Mexico

New Mexico Oil Conservation Division  
Post Office Box 2088  
Santa Fe, New Mexico 87501

ATTENTION: Mr. Richard Stamets

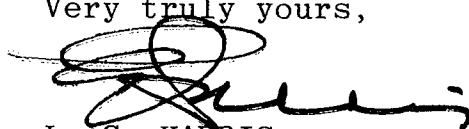
Gentlemen:

This is to advise that I own a Working Interest in the E $\frac{1}{2}$  of Section 11, T14S, R36E, Lea County, New Mexico.

Harvey E. Yates Company has made application for approval of an unorthodox location of a well in Section 8, T14S, R36E, NMPM, Lea County, New Mexico.

This is to advise that I have no objection to approval of the application for an unorthodox location made by Harvey E. Yates Company in the W $\frac{1}{2}$  of Section 8, T14S, R36E, NMPM, Lea County, New Mexico.

Very truly yours,

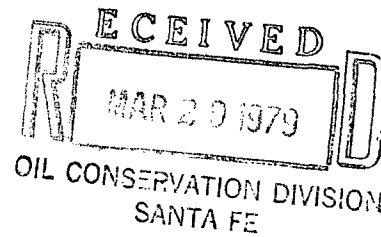
  
L. C. HARRIS

LCH/liz

cc: Harvey E. Yates Company



Southern Union Exploration Company  
First International Building  
Dallas, Texas 75270  
(214) 748-8511



March 27, 1979

New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501


Attn: Mr. Richard Stamets

Re: Austin-Monteith #1  
W/2 Sec. 8,  
T-14S R-36E, N.M.P.M.  
Lea County, New Mexico

Gentlemen:

In regard to Harvey E. Yates Company's request for administrative approval of an unorthodox location as set out in their letter to you of March 24, 1979, this is to advise that Southern Union Exploration Company has no objection to this unorthodox location.

Yours very truly,

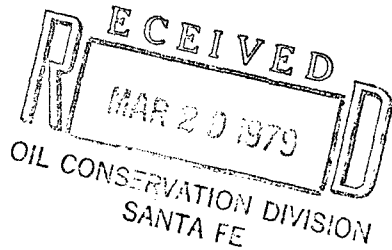
  
Stephen P. Hanger,  
Landman

SPH:hw

cc: Harvey E. Yates Company  
P. O. Box 1933  
Roswell, New Mexico 88201  
Attn: Mr. Robert H. Strand

CORONADO EXPLORATION CORPORATION

1005 MARQUETTE N.W.  
ALBUQUERQUE, NEW MEXICO 87102  
TELEPHONE (505) 242-2050  
(505) 843-6762



WHEN REPLYING  
PLEASE REFER TO Austin Monteith #1  
W/2 Sec. 8, T14S, R36E  
Lea Co., N.M.

March 28, 1979

N.M. Oil Conservation Division  
P.O. Box 2088  
Santa Fe, NM 87501

ATTN: Mr. Richard Stamets

Dear Mr. Stamets,

As offset lease owners to the above captioned well, we hereby advise you that we have no objections to the proposed unorthodox location for said well.

Sincerely,

*Virginia Lawrence*

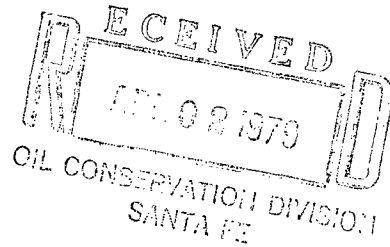
Virginia Lawrence  
Head, Land Dept.

VL/lv

cc: Robert H. Strand  
HEYCO  
Box 1933  
Roswell, NM 88201



March 29, 1979



New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Attention: Mr. Richard Stamets

Re: Austin-Monteith #1  
W/2 Sec. 8-14-36  
Lea County, New Mexico  
South McDonald Area

Gentlemen:

Please refer to Harvey E. Yates Company's letter dated March 24, 1979, making application for administrative approval of an unorthodox location for the captioned well.

Champlin Petroleum Company owns a working interest in the lease covering the E/2 Section 17-14-36 which is a diagonal SE offset to Yates' proposed well. Champlin has no objection to the unorthodox location at 1980' FWL and 1650' FLS of Section 8.

Yours very truly,

A handwritten signature in cursive script, appearing to read "R. L. Lanning".

R. L. Lanning  
District Landman

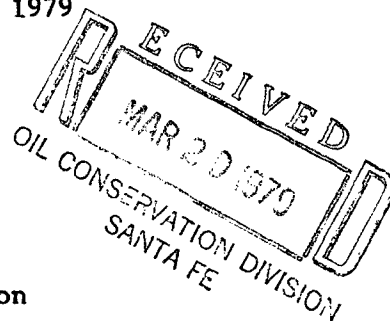
RLL:ld

Office Phone  
A.C. 806 763-5326

JACK MARKHAM  
OIL PROPERTIES  
SUITE 1212  
1500 BROADWAY  
LUBBOCK, TEXAS 79401

Res. Phone  
A.C. 806 799-6769

March 27, 1979



New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501

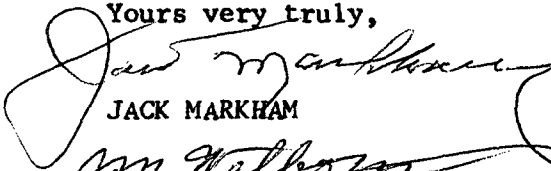

Attention: Mr. Richard Stamets

Re: Austin-Monteith #1  
W/2 Sec. 8,  
T-14S R-36E, N.M. P.M.  
Lea County, New Mexico

Dear Mr. Stamets:

We wish to advise that we have no objection to the unorthodox location of Harvey E. Yates Company as captioned above and set out in their letter of March 24, 1979.

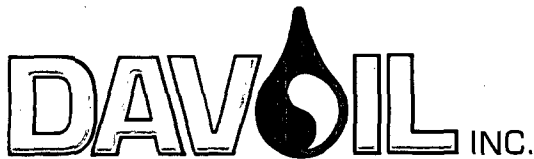
Yours very truly,

  
JACK MARKHAM  
  
J. M. WELBORN

JM:ab

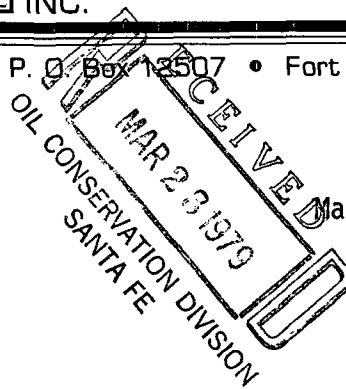
CC: HARVEY E. YATES COMPANY  
P. O. Box 1933  
Roswell, New Mexico 88201





Suite 509, Ridglea Bank Bldg. • P. O. Box 12507 • Fort Worth, Texas 76116 • 817-737-6678

J. L. Brannon  
President-Treasurer



March 26, 1979

New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Attention: Mr. Richard Stamets

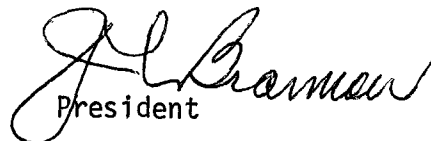
Re: Austin-Monteith #1  
W/2 Sec. 8,  
T-14S R-36E, N.M.P.M.  
Lea County, New Mexico

Gentlemen:

Davoil, Inc. is a working interest owner in Section 17 which joins Section 8 on the South. This is to advise you that Davoil, Inc. does not have any objection to the proposed unorthodox location suggested by Harvey E. Yates Company.

Very truly yours,

DAVOIL, INC.



President

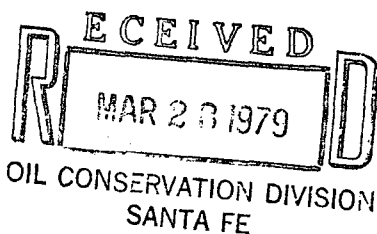
J. L. Brannon

JLB:gv

cc: Harvey E. Yates Company  
Robert H. Strand, Attorney

**ENSERCH  
EXPLORATION** INC.

P. O. Box 4815  
Midland, Texas 79701  
915-682-9756



Jerry Nash  
District Production Manager  
West Texas District  
Drilling and Production Division

March 26, 1979

New Mexico Oil Conservation Commission  
P. O. Box 2088  
Santa Fe, New Mexico 87501

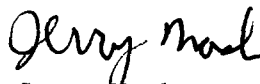
Attention: Mr. Richard Stamets

Re: Harvey E. Yates Company  
Austin-Monteith No. 1  
W/2 Section 8  
T14S, R36E, N.M.P.M.  
Lea County, New Mexico

Dear Mr. Stamets:

This is to advise that Enserch Exploration, Inc., as offset operator, has no objection to the unorthodox location proposed by Harvey E. Yates Company for the above subject well.

Yours truly,

  
Jerry Nash

JN:vjd

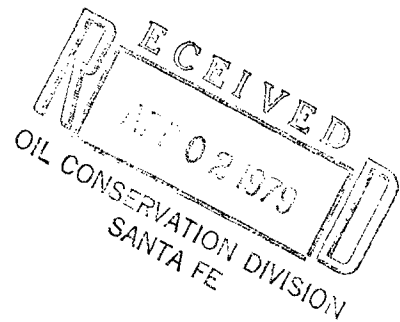
cc: Robert H. Strand, Attorney  
Harvey E. Yates Company  
P. O. Box 1933  
Roswell, New Mexico 88201



# PHILLIPS PETROLEUM COMPANY

ODESSA, TEXAS 79762  
4001 PENBROOK

NATURAL RESOURCES GROUP  
Exploration and Production



March 29, 1979

Harvey E. Yates Company  
Austin-Monteith #1  
W/2 Sec. 8  
T-14S R-36E, N.M.P.M.  
Lea County, New Mexico

New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501


Attention: Mr. Richard Stamets

Gentlemen:

We hereby waive any and all objections to the proposal of Harvey E. Yates Company to drill its Austin-Monteith #1 at an unorthodox location spotted 1980' FWL and 1650' FSL of Section 8, Township 14 South, Range 36 East, N.M.P.M., Lea County, New Mexico.

It is further understood that this well is to be drilled as a gas well to test the Mississippian Formation with the west half of Section 8 as its dedicated proration unit.

Very truly yours,

  
J. W. Maharg  
Engineering Director

THM:rja

cc: Harvey E. Yates Company  
P. O. Box 1933  
Roswell, NM 88201