

## STATE OF NEW MEXICO

## ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

March 22, 1990

Yates Petroleum Corporation 105 South Fourth Street Artesia, NM 88210

Attention: Ken Beardemphl, Landman

Administrative Order NSL-2771

Dear Mr. Beardemphl:

Reference is made to your application of February 16, 1990 for a non-standard gas well location for your Carl "YB" Well No. 2, which was originally drilled and abandoned in 1968 at a depth of 9313 as a Mississippian oil test at a standard oil well location, 1650 feet from the South line and 2220 feet from the West line (Unit K) of Section 22, Township 20 South, Range 24 East, NMPM, Undesignated Foster Ranch Morrow Gas Pool, Eddy County, New Mexico. The W/2 of said Section 22 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of General Rule 104 (I) the abovedescribed unorthodox gas well location is hereby approved.

Sincerely,

William J. LeMay Director

WJL/MES/ag

cc: Oil Conservation Division - Artesia