

LAW OFFICES

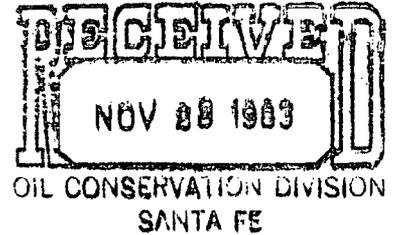
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AREA CODE 505
746-3508

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ARTESIA, NM
November 23, 1983



Case 8036

Energy and Minerals Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Gentlemen:

Enclosed for filing, please find three copies of an Application of Yates Petroleum Corporation for Simultaneous Dedication and For an Unorthodox Location, Eddy County, New Mexico.

We ask that this Application be set for hearing before an Examiner after December 24, 1983, and that we be furnished with a docket of said hearing.

Thank you.

Sincerely yours,

LOSEE, CARSON & DICKERSON, P.A.

A handwritten signature in cursive script, appearing to read "Chad Dickerson".

Chad Dickerson

CD:pvm
Enclosure

cc w/enclosure: Mrs. Janet Richardson

BEFORE THE OIL CONSERVATION DIVISION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION :
OF YATES PETROLEUM CORPORATION :
FOR SIMULTANEOUS DEDICATION AND :
FOR AN UNORTHODOX LOCATION, EDDY :
COUNTY, NEW MEXICO :
_____ :

CASE NO. 8036

APPLICATION

COMES NOW Yates Petroleum Corporation, by its attorneys, and in support hereof, respectfully states:

1. Applicant is the operator of all formations from the Wolfcamp through the Morrow formations, underlying:

Township 20 South, Range 29 East, N.M.P.M.

Section 17: E/2

and proposes to drill its Williamson "BC" Federal No. 5 Well at an unorthodox location, located 990 feet from the south line and 1,980 feet from the east line of said Section 17.

2. Applicant is the operator of the Williamson "BC" Federal No. 3 Well, located 1,980 feet from the north line and 660 feet from the east line of said Section 17. The well produces from the Morrow formation, and the E/2 of said Section 17 is dedicated to the well.

3. The Applicant seeks an exception to the well location requirements of Rule 104-C.II(a) of the Oil Conservation Division to permit the drilling of the Williamson "BC" Federal No. 5 Well at the above mentioned unorthodox location to a depth sufficient to adequately test the Morrow formation.

4. Applicant proposes to simultaneously dedicate to its proposed well a standard 320-acre gas proration unit comprising the E/2 of said Section 17 or to such lesser portion thereof as is reasonably shown to be productive of gas.

5. The approval of this Application will afford Applicant the opportunity to produce its just and equitable share of gas, will prevent economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

WHEREFORE, Applicant prays:

A. That this Application be set for hearing before an Examiner and that notice of said hearing be given as required by law.

B. That upon hearing the Division enter its order granting Applicant permission to drill its Williams "BC" Federal No. 5 Well at the above described unorthodox location in Section 17, and to simultaneously dedicate the E/2 of Section 17, which is reasonably presumed to be productive of gas, to said well.

C. And for such other and further relief as may be just in the premises.

YATES PETROLEUM CORPORATION

By: 
Chad Dickerson

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Attorneys for Applicant