

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

**IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:**

**APPLICATION OF THE NEW MEXICO OIL CONSERVATION DIVISION FOR
AN ORDER REQUIRING YATES PETROLEUM CORPORATION TO BRING
NINETY (90) WELLS INTO COMPLIANCE WITH RULE 201.B, AND
ASSESSING APPROPRIATE CIVIL PENALTIES, LEA, ROOSEVELT, CHAVES
AND EDDY COUNTIES, NEW MEXICO**

**CASE NO. 12955
ORDER NO. R-11894**

ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for hearing at 8:15 a.m. on October 24, 2002, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 12th day of March, 2004, the Division Director, having considered the testimony, the record and the recommendation of the examiner, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice has been given, and the Division has jurisdiction of this case and of the subject matter.

(2) The New Mexico Oil Conservation Division ("Applicant") seeks an order requiring Yates Petroleum Corporation ("Yates") to bring eighty-eight (88) inactive wells located in Lea, Roosevelt, Chaves, and Eddy Counties, New Mexico into compliance with Division Rule 201.B by either restoring these wells to production or other beneficial use, plugging and abandoning these wells or securing Division approval for temporary abandonment thereof, and seeks civil penalties. The wells that are the subject of this application are identified on Exhibit "A" attached hereto and made a part hereof.

(3) At the time of the hearing the Applicant acknowledged that thirteen (13) of the wells included in the application were in compliance as of the date of the hearing, and requested that the application as to those wells be dismissed. The thirteen wells as to which dismissal had been requested at that time are identified as "In Compliance" in the column marked "Status" in Exhibit "A". The remaining seventy-five (75) wells are identified in the "Status" column as either "Inactive" or "SHUT-IN."

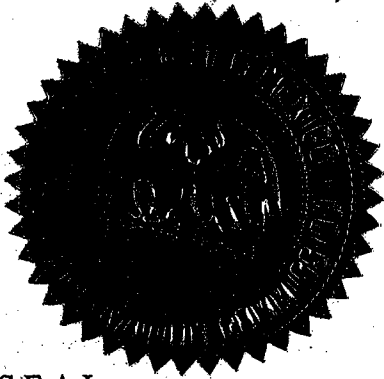
(4) Subsequent to the hearing however, the Applicant notified the Division Examiner that the remaining 75 wells that were the subject of the hearing in October, 2002 are now in compliance with Division Rule 201.B.

(5) This case should therefore be dismissed.

IT IS THEREFORE ORDERED THAT:

Case No. 12955 is hereby dismissed.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.



SEAL

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


LORI WROTENBERY
Director

**CASE NO. 12955
ORDER NO. R-11894
EXHIBIT "A"**

CHAVES COUNTY, NEW MEXICO (HOBBS-ROCK DISTRICT)				
30-005-20793	WESTERN RESERVES 34 FEDERAL #5	E-34-07S-31E	1650' FNL & 990' FWL	Inactive
CHAVES COUNTY, NEW MEXICO (HOBBS-ROCK DISTRICT)				
30-005-60865	MELENA FEDERAL #1	C-15-09S-24E	660' FNL & 1980' FWL	SHUT-IN
30-005-60890	BELL ESTATE #1	J-17-05S-24E	1980' FS & EL	SHUT-IN
30-005-60942	JESS FEDERAL #3	O-01-06S-24E	660' FSL & 1980' FEL	In Compliance
30-005-60951	LAKE TANK #1Y	I-18-06S-24E	1980' FSL & 710' FEL	Inactive
30-005-61274	BERRENDO #1	I-05-10S-24E	1980' FSL & 990' FEL	SHUT-IN
30-005-61327	RIC #5	M-20-06S-25E	660' FS & WL	Inactive
30-005-61328	BRONSON SH COM #1	H-09-05S-24E	1980' FNL & 660' FEL	Inactive
30-005-61369	EDDLEMAN FEDERAL #2	G-09-07S-22E	1980' FN & EL	Inactive
30-005-61395	ACME COM #12	O-20-08S-26E	660' FSL & 1980' FEL	In Compliance
30-005-61552	SHADDEN #1	M-10-06S-26E	990' FS & WL	Inactive
30-005-61752	FAIRCLOTH VD STATE #1	F-07-08S-27E	2310' FNL & 1650' FWL	SHUT-IN
30-005-61763	CHAVES UY STATE #1	A-32-08S-25E	990' FNL & 660' FEL	SHUT-IN
30-005-61818	ROADRUNNER VY STATE #1	O-06-08S-27E	660' FSL & 1980' FEL	SHUT-IN
30-005-61862	FOX WG STATE #1	D-17-08S-27E	660' FN & WL	SHUT-IN
30-005-61896	BERRENDO WP STATE #1	A-36-10S-24E	660' FN & EL	SHUT-IN
30-005-62008	CAROL VI FEDERAL COM #1	P-24-07S-22E	660' FSL & 990' FEL	SHUT-IN
30-005-62091	GRYNBERG STATE COM #1	L-20-09S-27E	1980' FSL & 660' FWL	Inactive
30-005-62696	WEST OF EDEN UNIT #1	N-14-07S-23E	660' FSL & 1980' FWL	SHUT-IN
30-005-62773	WOLF AHF STATE #1	A-13-09S-27E	660' FN & EL	In Compliance
30-005-62875	SALT CREEK ACL FEDERAL #2	H-11-08S-21E	1980' FNL & 660' FEL	SHUT-IN
30-005-62911	HANLAD AKZ STATE #2	M-13-08S-27E	330' FSL & 1225' FWL	Inactive
30-005-62946	BLACKWATER ACX FEDERAL #1	I-07-09S-22E	1980' FSL & 660' FEL	SHUT-IN
30-005-62978	TRAILBLAZER ANL STATE #2	H-11-08S-27E	2310' FNL & 330' FEL	In Compliance
30-005-63028	BLACKWATER ADF FEDERAL #1	L-04-09S-22E	1980' FSL & 660' FWL	SHUT-IN
30-005-63125	ZIGGY ARC STATE #1	B-12-11S-27E	990' FNL & 2310' FEL	SHUT-IN
CHAVES COUNTY, NEW MEXICO (HOBBS-ROCK DISTRICT)				
30-015-01898	POWELL STATE #1	M-17-18S-28E	330' FS & WL	Inactive
30-015-03232	W L H G4S UNIT #1	K-01-18S-29E	2310' FS & WL	Inactive
30-015-03236	BALLARD A #4	J-01-18S-29E	1650' FS & EL	Inactive
30-015-03241	BALLARD B #2	G-01-18S-29E	2310' FN & EL	Inactive
30-015-03244	BALLARD A #5	I-01-18S-29E	1980' FSL & 990' FEL	Inactive
30-015-03250	W L H G4S UNIT TRACT 29 #1	N-02-18S-29E	330' FSL & 2310' FWL	Inactive
30-015-03251	W L H G4S UNIT TRACT 32 C #5	D-02-18S-29E	990' FN & WL	Inactive
30-015-03253	W L H G4S UNIT TRACT 34 #4	E-02-18S-29E	2310' FNL & 990' FWL	Inactive
30-015-03261	W L H G4S UNIT TRACT 36 #2	F-02-18S-29E	2310' FN & WL	Inactive
30-015-03264	W L H G4S UNIT TRACT 38 #2	H-02-18S-29E	2310' FNL & 330' FEL	Inactive
30-015-03266	W L H G4S UNIT TRACT 38 #4	B-02-18S-29E	1220' FNL & 1420' FEL	Inactive
30-015-03363	W L H G4S UNIT TRACT 28 #3	K-10-18S-29E	2310' FSL & 1650' FWL	Inactive

30-015-04481	YATES A #6	G-06-18S-30E	1650' FNL & 2310' FEL	Inactive
30-015-04483	YATES A #8	C-06-18S-30E	990' FNL & 2231' FWL	Inactive
30-015-10072	YATES A #15	M-06-18S-30E	330' FS & WL	In Compliance
30-015-10090	W L H G4S UNIT TRACT 25 #2	K-01-18S-29E	1650' FSL & 1980' FWL	In Compliance
30-015-10348	W L H G4S UNIT TRACT 40 #2	M-01-18S-29E	660' FSL & 330' FWL	Inactive
30-015-10414	ARCHIMEDES ARE STATE COM #1	J-18-21S-24E	1650' FSL & 1980' FEL	Inactive
30-015-10727	W L H G4S UNIT TRACT 31 #3	M-02-18S-29E	990' FSL & 1270' FWL	Inactive
30-015-10869	W L H G4S UNIT TRACT 13 #10	L-12-18S-29E	1800' FSL & 990' FWL	Inactive
30-015-10886	GERARD AW #2	J-25-18S-25E	2310' FSL & 1650' FEL	Inactive
30-015-20033	W L H G4S UNIT TRACT 37 #3	A-11-18S-29E	1190' FNL & 150' FEL	Inactive
30-015-20278	ALLISON CQ FEDERAL #1	P-22-19S-24E	660' FS & EL	Inactive
30-015-20395	WHITE BU #1	F-14-17S-25E	2310' FN & WL	Inactive
30-015-20419	GISSLER AV #6	G-23-17S-25E	2310' FNL & 1650' FEL	Inactive
30-015-20436	EAGLE CREEK BL #2	N-23-17S-25E	330' FSL & 2310' FWL	Inactive
30-015-20457	CONOCO AGK FEDERAL #2	G-26-20S-24E	1980' FN & EL	Inactive
30-015-20676	W L H G4S UNIT TRACT 29 #3	N-02-18S-29E	990' FSL & 2245' FWL	Inactive
30-015-20892	STONEWALL DD COM #1	N-20-20S-28E	660' FSL & 1980' FWL	SHUT-IN
30-015-21625	FEDERAL BZ COM #12	K-21-17S-25E	1980' FS & WL	In Compliance
30-015-21704	CAFFALL FD COM #1	O-15-17S-26E	660' FSL & 1980' FEL	Inactive
30-015-22746	IRISH HILLS JE STATE COM #1	G-12-19S-24E	1980' FN & EL	Inactive
30-015-23257	IRISH HILLS YESO JE STATE #3	H-12-19S-24E	2310' FNL & 330' FEL	Inactive
30-015-23371	BENSON DEEP AAS FEDERAL #2	E-34-18S-30E	2030' FNL & 660' FWL	Inactive
30-015-23379	FEDERAL 33 #1	I-33-20S-26E	1980' FSL & 690' FEL	Inactive
30-015-23409	NORTH MILLMAN UNIT #2	G-08-19S-28E	1980' FN & EL	In Compliance
30-015-23660	STATE 32 COM #1	G-32-20S-26E	2080' FNL & 1980' FEL	SHUT-IN
30-015-23770	FEDERAL BQ COM #7	D-27-17S-25E	660' FNL & 990' FWL	In Compliance
30-015-23793	SHARP QS COM #1	P-04-17S-26E	660' FS & EL	SHUT-IN
30-015-23890	SARA AHA COM #1	I-11-20S-24E	1980' FSL & 660' FEL	Inactive
30-015-24613	FEDERAL CD #4	K-29-17S-25E	1650' FSL & 2310' FWL	In Compliance
30-015-24722	SLINKARD UR FEDERAL #2	F-11-20S-29E	1980' FN & WL	Inactive
30-015-24726	FEDERAL CD #8	P-29-17S-25E	990' FSL & 330' FEL	In Compliance
30-015-26623	DEE 36 SE STATE #3	J-36-19S-24E	1650' FSL & 1980' FEL	Inactive
30-015-27027	JOHN AGU #6	B-14-20S-24E	710' FNL & 1980' FEL	In Compliance
30-015-27028	VANDIVER AIM #1	E-17-18S-26E	2162' FNL & 660' FWL	Inactive
30-015-28194	STONEWALL AOS STATE COM #1	P-20-20S-28E	660' FS & EL	SHUT-IN
30-025-28628	SWAN VB STATE #3	L-21-14S-33E	1980' FSL & 660' FWL	Inactive
30-025-28994	SHIPP ZI #2	D-27-16S-37E	660' FNL & 1100' FWL	Inactive
30-025-31073	HOUR GLASS AEG STATE #1	A-16-18S-35E	660' FN & EL	Inactive
30-041-20474	L HARRIS FEDERAL #2	G-22-07S-35E	1980' FN & EL	Inactive
30-041-20688	WILCOX TS #2	G-19-07S-32E	1980' FNL & 2310' FEL	Inactive

Inactive Wells	57
SHUT-IN WELLS	18
Wells In Compliance	13
Total wells listed	88