

BEFORE THE OIL CONSERVATION DIVISION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF :
YATES PETROLEUM CORPORATION FOR AN : CASE NO. 11235
UNORTHODOX OIL WELL LOCATION, EDDY :
COUNTY, NEW MEXICO :
_____ :

APPLICATION

COMES NOW YATES PETROLEUM CORPORATION, by and through its attorneys, Losee, Carson, Haas & Carroll, P. A. and in support hereof, respectfully states:

1. Applicant is the operator of the Canyon formation underlying:

Township 19 South, Range 25 East, N.M.P.M.

Section 29: SW/4

and proposes to drill its Aspden AOH Fed Com #2 at a point located 330' from the south line and 1980' from the west line of said Section 29.

2. 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 well at the above-mentioned unorthodox location to a depth sufficient to adequately test the Canyon formation.

3. A 160-acre oil proration unit comprising the SW/4 of said Section 29 should be dedicated to such well or to such lesser portion thereof as is reasonably shown to be reasonably productive of gas.

4. 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 a well 330' from the south line and 1980' from the west line of said Section 29, which is reasonably presumed to be productive of oil from the Canyon formation.

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

YATES PETROLEUM CORPORATION

By: 
Ernest L. Carroll

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Attorneys for Applicant

Case 11235

PROPOSED ADVERTISEMENT

Application of Yates Petroleum Corporation for an unorthodox oil well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox oil well location in the Canyon formation to be drilled 330 feet from the south line and 1980 feet from the west line of of Section 29, Township 19 South, Range 25 East. The SW/4 of said Section 29 is to be dedicated to said well to form a 160-acre oil spacing and proration unit for said pool. Said unit is located 8 1/2 miles west of Lakewood, New Mexico.