

State of New Mexico
ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT
Santa Fe, New Mexico 87505



July 6, 1995

Campbell, Carr & Berge, P.A.
P.O. Box 2208
Santa Fe, New Mexico 87504-2208

Attention: Mr. William F. Carr

Re: Division Order No. R-10349
Yates Petroleum Corporation
Quincy "AMQ" SA PM Project
Chaves County, New Mexico

Dear Mr. Carr:

Reference is made to your inquiry dated April 24, 1995, whereby you requested written confirmation that Division Order No. R-10349 does not need to be amended to reflect that additional injection perforations within the P1 San Andres porosity interval were added to the Quincy "AMQ" State Well No. 8.

Please be advised that while I do not intend to formally amend Division Order No. R-10349, I would like to issue a letter approving the amended injection interval. In order to issue such a letter, the additional data described below shall be submitted:

- a) a copy of the electric log section from the subject well showing that the additional perforated interval is contained within the P1 porosity zone of the San Andres formation;
- b) a copy of the notice sent to offset operators advising them of the amended injection interval in the subject well.

If you have any questions, please contact me at (505) 827-8184.

Sincerely,

A handwritten signature in cursive script that reads "David Catanach".

David Catanach
Engineer

xc: OCD-Artesia ✓
Case File-11236

VILLAGRA BUILDING - 406 Galisteo

Forestry and Resources Conservation Division
P.O. Box 1948 87504-1948
827-5830

Park and Recreation Division
P.O. Box 1147 87504-1147
827-7465

2040 South Pacheco

Office of the Secretary
827-5950

Administrative Services
827-5925

Energy Conservation & Management
827-5900

Mining and Minerals
827-5970

Oil Conservation
827-7121

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April 24, 1995

HAND-DELIVERED

Mr. David Catanach
Hearing Examiner
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
2040 South Pacheco
Santa Fe, New Mexico 87505

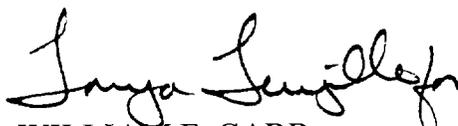
Re: Oil Conservation Division Case No. 11236 (Order No. R-10349):
Application of Yates Petroleum Corporation for a Pressure Maintenance
Project, Chaves County, New Mexico

Dear Mr. Catanach:

This letter confirms our conversation of April 21, 1995 in which I advised you that since the April 6, 1995 hearing in the above-referenced case, it has been discovered that additional intervals in the P¹ porosity zone of the San Andres formation have been perforated in the Quincy "AMQ" State Well No. 8. The original perforations were from 2,162 feet to 2,182 feet. The current perforated interval is from 2,062 feet to 2,214 feet.

It is our understanding that since the new perforations are all within the P¹ porosity zone of the San Andres formation, these zones may be used for injection and that Order No. R-10349 will not have to be amended to reflect this expanded interval. If this understanding is correct, please advise.

Very truly yours,


WILLIAM F. CARR

WFC:mlh

cc: Pinson McWhorter