

BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

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

CASE NO. 11437

APPLICATION

COMES NOW YATES PETROLEUM CORPORATION, ("Yates") makes application to the Oil Conservation Division for an order approving an unorthodox well location and simultaneous dedication, and in support thereof states:

1. Applicant is the operator of the S/2 of Section 7, Township 18 South, Range 26 East, N.M.P.M., Eddy County, New Mexico and proposes to drill its Vandiver "DO" Com No. 2 Well as a gas well to test the Morrow formation at an unorthodox location 660 feet from the South line and 800 feet from the East line in Unit P of said Section 7.

2. Applicant seeks an exception to the Division's well location requirements to permit the drilling of said well to an approximate depth of 9,000 feet to test all formations to the base of the Morrow formation, West Atoka-Morrow Gas Pool, at the above-described location.

3. A standard 320-acre proration unit comprised of the S/2 of said Section 7 should be simultaneously dedicated to this well and the Yates Vandiver "DO" Com No. 1

