



MODRALL SPERLING

L A W Y E R S

**RECEIVED**

MAR 04 2002

*VIA U.S. MAIL*

February 28, 2002

**HOLLAND & HART LLP**

Lynn H. Slade  
505.848.1828  
Fax: 505.848.1889  
lslade@modrall.com

Mr. William F. Carr  
Holland & Hart, LLP  
Post Office Box 2208  
Santa Fe, NM 87504-2208

Mr. Chuck Moran  
Yates Petroleum Corporation  
105 South 4th Street  
Artesia, NM 88210

Re: Application of Yates Petroleum Corporation for an unorthodox gas well location for both shallow and deep gas production underlying the W/2 and NW/4 of Section 11, Township 8 South, Range 26 East, NMPM, Chaves County, New Mexico.

Gentlemen:

This responds to Mr. Carr's February 14, 2002 letter regarding the referenced application and confirms my discussion with Mr. Moran this week. We represent Bryan Solsbery and Dean Solsbery, Jr., working interest owners in the APR/Percentage No. 1 well, NE/4, Section 3, Township 8 South, Range 26 East, NMPM. As I have discussed with Mr. Moran, based on his representation, and Yates' duty under New Mexico law, that Yates will produce ratably from the APR/Percentage well and the well subject to the present application, Bryan Solsbery and Dean Solsbery, Jr. will not object to the referenced application.

Sincerely,



Lynn H. Slade

LHS/pw

cc: Mr. Bryan Solsbery  
Mr. Dean Solsbery, Jr.  
Mr. Phillip T. Brewer

BEFORE THE OIL CONSERVATION DIVISION  
Santa Fe, New Mexico  
Case No. 12832 Exhibit No. 6  
Submitted by:  
**YATES PETROLEUM CORPORATION**  
Hearing Date: March 7, 2002

Modrall Sperling  
Roehl Harris & Sisk P.A.

Bank of America Centre  
500 Fourth Street NW  
Suite 1000  
Albuquerque,  
New Mexico 87102

PO Box 2168  
Albuquerque,  
New Mexico 87103-2168

Tel: 505.848.1800  
www.modrall.com



# YATES DRILLING COMPANY

105 SOUTH FOURTH STREET -- (505) 748-1471

FAX (505) 746-2268

ARTESIA, NEW MEXICO 88210

PEYTON YATES  
PRESIDENT

S. P. YATES  
VICE PRESIDENT

RANDY G. PATTERSON  
SECRETARY

DENNIS G. KINSEY  
TREASURER

December 26, 2001

Mr. Chuck Moran  
Yates Petroleum Corporation  
105 South 4<sup>th</sup> Street  
Artesia, NM 88210

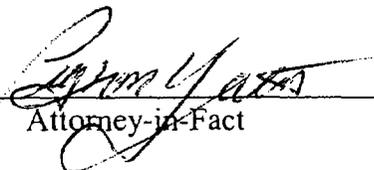
Re: Pay AYY Federal Com #1  
Township 8 South, Range 26 East, NMPM  
Section 11: W/2  
660' FNL & 330' FWL  
Chaves County, New Mexico

Dear Mr. Moran:

We have received Yates Petroleum Corporation's application for an unorthodox location for the proposed Pay AYY Federal Com #1 located 660' FNL and 330' FWL of Section 11, Township 8 South, Range 26 East, NMPM. Yates Drilling Company hereby waives objection to the proposed location.

Very truly yours,

YATES DRILLING COMPANY

By:   
Attorney-in-Fact



ABO PETROLEUM CORPORATION

*Oil Producers*

ARTESIA, NEW MEXICO 88210

105 SOUTH 4TH STREET  
PHONE (505) 748-1471

December 26, 2001

Mr. Chuck Moran  
Yates Petroleum Corporation  
105 South 4<sup>th</sup> Street  
Artesia, NM 88210

Re: Pay AYY Federal Com #1  
Township 8 South, Range 26 East, NMPM  
Section 11: W/2  
660' FNL & 330' FWL  
Chaves County, New Mexico

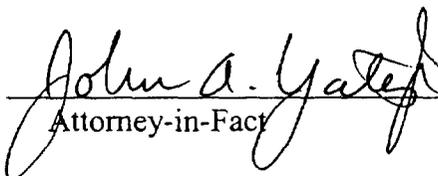
Dear Mr. Moran:

We have received Yates Petroleum Corporation's application for an unorthodox location for the proposed Pay AYY Federal Com #1 located 660' FNL and 330' FWL of Section 11, Township 8 South, Range 26 East, NMPM. Abo Petroleum Corporation hereby waives objection to the proposed location.

Very truly yours,

ABO PETROLEUM CORPORATION

By: \_\_\_\_\_

  
Attorney-in-Fact



MYCO INDUSTRIES, INC.  
OIL PRODUCERS  
POST OFFICE BOX 840  
ARTESIA, NEW MEXICO 88211-0840  
Phone (505) 748-1471

December 26, 2001

Mr. Chuck Moran  
Yates Petroleum Corporation  
105 South 4<sup>th</sup> Street  
Artesia, NM 88210

Re: Pay AYY Federal Com #1  
Township 8 South, Range 26 East, NMPM  
Section 11: W/2  
660' FNL & 330' FWL  
Chaves County, New Mexico

Dear Mr. Moran:

We have received Yates Petroleum Corporation's application for an unorthodox location for the proposed Pay AYY Federal Com #1 located 660' FNL and 330' FWL of Section 11, Township 8 South, Range 26 East, NMPM. Myco Industries, Inc. hereby waives objection to the proposed location.

Very truly yours,

MYCO INDUSTRIES, INC.

By: Sharon Snowden  
Corporate Secretary

# SHARBRO OIL LTD. CO.

331 West Main, Suite C • P.O. Box 840  
Artesia, New Mexico 88211-0840  
(505) 748-1471

December 26, 2001

Mr. Chuck Moran  
Yates Petroleum Corporation  
105 South 4<sup>th</sup> Street  
Artesia, NM 88210

Re: Pay AYY Federal Com #1  
Township 8 South, Range 26 East, NMPM  
Section 11: W/2  
660' FNL & 330' FWL  
Chaves County, New Mexico

Dear Mr. Moran:

We have received Yates Petroleum Corporation's application for an unorthodox location for the proposed Pay AYY Federal Com #1 located 660' FNL and 330' FWL of Section 11, Township 8 South, Range 26 East, NMPM. Sharbro Oil Ltd. Co. hereby waives objection to the proposed location.

Very truly yours,

SHARBRO OIL LTD. CO.

By:   
Manager

RECEIVED  
JAN 11 2002

December 27, 2001

Mr. Chuck Moran  
Yates Petroleum Corporation  
105 South 4<sup>th</sup> Street  
Artesia, NM 88210

Re: Pay AYY Federal Com #1  
Township 8 South, Range 26 East, NMPM  
Section 11: W/2  
660' FNL & 330' FWL  
Chaves County, New Mexico

Dear Mr. Moran:

I have received Yates Petroleum Corporation's application for an unorthodox location for the above captioned and hereby waive objection to the proposed location.

Very truly yours,

**PECOS RIVER OPERATING, INC.**

By: *Will K. Kitch*  
Its: *VP - Eng & Prod.*  
Date: *1-8-02*

# Lillie M. Yates Estate

P.O. Box 840 / 331 West Main, Suite C  
ARTESIA, NEW MEXICO 88211-0840

(505) 748-1471

December 26, 2001

Mr. Chuck Moran  
Yates Petroleum Corporation  
105 South 4<sup>th</sup> Street  
Artesia, NM 88210

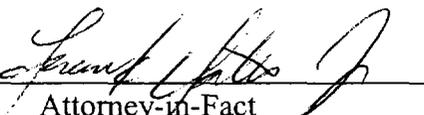
Re: Pay AYY Federal Com #1  
Township 8 South, Range 26 East, NMPM  
Section 11: W/2  
660' FNL & 330' FWL  
Chaves County, New Mexico

Dear Mr. Moran:

We have received Yates Petroleum Corporation's application for an unorthodox location for the proposed Pay AYY Federal Com #1 located 660' FNL and 330' FWL of Section 11, Township 8 South, Range 26 East, NMPM. The Estate of Lillie M. Yates hereby waives objection to the proposed location.

Very truly yours,

**ESTATE OF LILLIE M. YATES**

By:   
Attorney-in-Fact  
Dated: January 4, 2002