

MARTIN YATES, III
1912 - 1985
FRANK W. YATES
1936 - 1986



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OIL CONSERV
SEP 1 1992

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TREASURER

September 1, 1992

New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87503

Attention: Mr. William J. LeMay

Re: Case No. 10489

Dear Mr. LeMay:

Case No. 10489 was heard on June 11, 1992 and was an unorthodox location proposed by Yates Petroleum Corporation and opposed by BHP. Nearly three months have gone by since this case was heard and we have not yet received an order. Since we believe our lease is being drained by the BHP well, we respectfully request that this order be moved up to a higher priority so that a protective well may be drilled on this lease.

Thank you for your kind attention.

Very truly yours,

YATES PETROLEUM CORPORATION

Randy G. Patterson
Land Manager

RGP/mw

HINKLE, COX, EATON, COFFIELD & HENSLEY

ATTORNEYS AT LAW

218 MONTEZUMA

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December 11, 1992

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MOLLY MCINTOSH

*NOT LICENSED IN NEW MEXICO

HAND DELIVERED

William LeMay
Chairman
Oil Conservation Division
State Land Office Building
Santa Fe, New Mexico 87501

RE: **Case No. 10489 (De Novo), The Application of Yates Petroleum Company for an Unorthodox Gas Well Location, Chaves County**

Dear Mr. LeMay:

The above case is on appeal at the request of BHP Petroleum (Americas) Inc. BHP hereby requests that the appeal be dismissed. I have called the attorney for Yates, Ernest Carroll, to ask for his consent, but he is out of the office until Monday. However, I assume Yates has no objection to dismissing the case.

Very truly yours,

HINKLE, COX, EATON,
COFFIELD & HENSLEY


James Bruce

JB: jr

cc: Ernest Carroll Via Telecopy
Steve Mahanay Via Telecopy

HINKLE, COX, EATON, COFFIELD & HENSLEY

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WASHINGTON, D.C.
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ALAN J STATMAN

October 26, 1992

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VIA HAND DELIVERY

Florene Davidson
Oil Conservation Division
State Land Office Building
Santa Fe, New Mexico 87503

Re: Appeal by BHP Petroleum of Case No. 10,489
(Application of Yates Petroleum; Order No.
R-9721)

Dear Florene:

I understand that this matter is not scheduled for any hearing in November, and may not be heard in December. I am writing this letter to request that, whenever the matter is set, you give me written notice as soon as possible, so that I may have time to prepare with my clients. Thanks.

Very truly yours,

HINKLE, COX, EATON, COFFIELD
& HENSLEY


James Bruce

JB: frs

JGB5\92469.c

RECEIVED

OCT 28 1992

OIL CONSERVATION DIVISION

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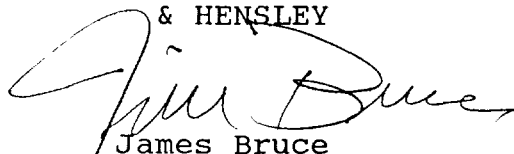
Florene Davidson
Oil Conservation Division
State Land Office Building
Santa Fe, New Mexico 87503

Dear Florene:

Enclosed is an original and two copies of an Application for Hearing De Novo in Case No. 10,489.

Very truly yours,

HINKLE, COX, EATON, COFFIELD
& HENSLEY


James Bruce

JB:frs
Enclosure

JGB5\92287.c

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SEP 28 1992
OIL CONSERVATION DIVISION

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF YATES PETROLEUM
CORPORATION FOR AN UNORTHODOX
GAS WELL LOCATION, CHAVES COUNTY,
NEW MEXICO.

CASE NO. 10,489
ORDER NO. R-9721

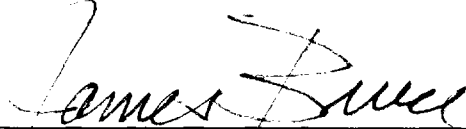
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OIL CONSERVATION DIVISION

APPLICATION FOR HEARING DE NOVO

BHP Petroleum (Americas) Inc. hereby appeals the above Order
to the Oil Conservation Commission.

HINKLE, COX, EATON, COFFIELD
& HENSLEY

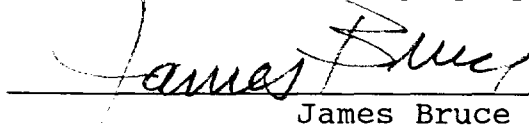


James Bruce
Post Office Box 2068
Santa Fe, New Mexico 87504-2068
(505) 982-4554

Attorneys for BHP Petroleum
(Americas) Inc.

CERTIFICATE OF SERVICE

I hereby certify that true and correct copy of the foregoing
Application for Hearing De Novo was mailed to Ernest L. Carroll,
Esq., Post Office Drawer 239, Artesia, New Mexico 88210, this 28th
day of September, 1992, by first-class mail, postage prepaid.



James Bruce



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

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September 16, 1992

LOSEE, CARSON, HAAS & CARROLL
Attorneys at Law
P. O. Drawer 239
Artesia, New Mexico 88211-0239

RE: CASE NO. 10489
ORDER NO. R-9721

Dear Sir:

Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.

Sincerely,

A handwritten signature in cursive script that reads "Florene".

Florene Davidson
OC Staff Specialist

FD/sl

cc: BLM - Roswell
James Bruce