LAW OFFICES

S DIVISION

LOSEE, CARSON, HAAS & CARROLL, P. A.

ERNEST L. CARROLL JOEL M. CARSON JAMES E. HAAS A. J. LOSEE DEAN B. CROSS 300 YATES PETROLEUM BUILDING
P. O. DRAWER 239

ARTESIA, NEW MEXICO 88211-0239

'90 NOU 19 AND TELEPHONE

TELECOPY (505) 746-6316

November 14, 1990

JHM 19-90

Mr. William J. LeMay New Mexico Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87501

Attn: Florene

Re: Application of Yates Petroleum Corp. for

Unorthodox Gas Well Location, Case No. 10130

Dear Mr. LeMay:

In consideration of the fact that the subject well, the Spanish Dagger "AID" Com Well No. 1, did not produce in the Morrow, we would request that the above-referenced case be dismissed in consideration of Order 5353 L entered in Case No. 10108.

If such a dismissal is not appropriate, please advise, otherwise we will consider the matter concluded. Thank you very much.

Very truly yours,

LOSEE, CARSON, HAAS & CARROLL, P.A.

Ernest L. Carroll

ELC:kth Enclosures

cc: Kathy Porter



OIL CONJUE: VN DIVISION RL /ED

'90 OCT 10 AM 9 31

Fina Oil and Chemical Company 6 Desta Drive, Suite 4400 Midland, Texas 79705 P.O. Box 2990 Midland, Texas 79702 (915) 688-0600

October 2, 1990

Mr. William LeMay New Mexico Oil Convservation Division P. O. Box 2088 Santa Fe, New Mexico 87501

> Re: Waivers to the Non-Standard Locations for the John "AGU" #2 Well and the Spanish Dagger "AID" Com. #1

RP-NM-250

Dear Mr. LeMay,

As requested by a letter from Yates Petroleum Corporation, I have enclosed waivers to the unorthodox locations for the wells captioned above. If I may be of any further assistance in this regard, please apprise.

Very truly yours,

Kevin T. Pfister

Staff Landman

Enclosures

MARTIN YATES, III 1912 - 1985 FRANK W. YATES



CHAIRMAN OF THE BOARD JOHN A. YATES PEYTON VATES EXECUTIVE VICE PRESIDENT RANDY G. PATTERSON SECRETARY DENNIS G. KINSEY TREASURER

S.P. VATES

105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

TELEPHONE (505) 748-1471 September 13, 1990

Fina Oil & Chemical Company Six Desta Drive Suite 4400 Midland, Texas 79705

Attention: Mr. Kevin Phister

Re: Non-Standard Location for Spanish Dagger "AID" Com. #1

660' FSL & 725' FWL

Township 20 South, Range 24 East

Section 12

Eddy County, New Mexico

Gentlemen:

Please sign and return one (1) copy to Yates Petroleum Corporation, 105 South Fourth Street, Artesia, New Mexico 88210, to the attention of Ken Beardemphl, and one (1) copy to Mr. William LeMay, New Mexico Oil Conservation Division, P.O. Box 2088, Santa Fe, New Mexico 87501, if you have no objections to the proposed unorthodox location listed above. A xerox copy of a letter to Mr. William LeMay is attached to tell you of our intentions.

We respectfully ask for your expeditious return of this waiver, as we have to be drilling across

WAIVER

As an offset operator, Fina Oil & Chemical Company, has no objections to the unorthodox location for the well listed above.

Thomas M. Wadsworth

Attorney-in-Fact

Lept 25