

BEFORE THE OIL CONSERVATION DIVISION
OF THE STATE OF NEW MEXICO

RECEIVED

MAY 30 1989

IN THE MATTER OF THE APPLICATION :
OF YATES PETROLEUM CORPORATION :
FOR APPROVAL OF A UNIT AGREEMENT, :
DROVER STATE UNIT AREA, LEA :
COUNTY, NEW MEXICO :

OIL CONSERVATION DIVISION

CASE NO. 9690

APPLICATION

COMES NOW Yates Petroleum Corporation, by its attorneys, and in support hereof, respectfully states:

1. Applicant is the operator of a portion of the following lands in Lea County, New Mexico:

Township 13 South, Range 32 East, N.M.P.M.

Section 8: E/2
Section 9: W/2
Section 16: W/2
Section 17: All
~~Section 18: N/2 SE/4~~
Section 20: All
Section 21: All
Section 22: All
Section 27: All
Section 28: All

containing 4,880.00 acres, more or less.

2. The Applicant seeks to commit the above described lands to an exploratory unit known as the Drover State Unit. The Unit consists entirely of state lands.

3. The ratification or approval of all leasehold owners, including the State of New Mexico, required to ratify such unit agreement will be forthcoming prior to the effective date of any order issued pursuant to this Application by the Division.

4. The approval of this Application is in the interest of conservation and will prevent waste and protect correlative rights.

WHEREFORE, Applicant prays:

A. That this Application be set for hearing before an examiner and that notice of said hearing be given as required by law.

B. That upon hearing, the Division enter its order approving the Drover State Unit Agreement, with Applicant as operator, as an exploratory unit embracing the above described lands.

C. And for such other and further relief as may be just in the premises.

YATES PETROLEUM CORPORATION

By: 

David R. Vandiver

DICKERSON, FISK & VANDIVER
Seventh and Mahone, Suite E
Artesia, New Mexico 88210
(505) 746-9841

Attorneys for Applicant