

# Kemp, Smith, Duncan & Hammond, P.C.

ATTORNEYS AT LAW

2000 STATE NATIONAL PLAZA, EL PASO, TEXAS 79901-1441 | DRAWER 2800, 79999-2800 | 915 533-4424 | FAX 915 546-5360

## EL PASO, TEXAS\*

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RAYMOND H. MARSHALL  
ROBERT B. ZABOROSKI  
W. ROYAL FURGESON, JR.  
CHRIS A. PAUL  
CHARLES C. HIGH, JR.  
JIM CURTIS  
DANE GEORGE  
LARRY C. WOOD

MICHAEL D. McQUEEN  
JOHN J. SCANLON, JR.  
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DAVID S. JEANS  
DARRELL R. WINDHAM  
ROGER D. AKSAMIT  
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ERNESTO RODRIGUEZ  
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GARY SANDERS  
THOMAS G. WICKER, JR.  
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CLARA B. BURNS  
JOHN A. KAZEN  
MATTHEW R. HENRY  
GENE WOLF  
MARCIA D. CANTU  
ROBERT L. BLUMENFELD  
NYRIA ROQUE-JACKSON

## ALBUQUERQUE, NEW MEXICO †

JOHN P. EASTHAM  
ROBERT A. JOHNSON  
THOMAS SMIDT, III†  
DONALD B. MONNHEIMER  
BRUCE E. CASTLE\*  
JAMES L. RASMUSSEN  
STEPHEN R. NELSON  
A. DREW HOFFMAN\*  
CHARLOTTE LAMONT††  
CLINTON W. MARRS

ALAN HALL  
ALISON O. MAHR  
JAMES T. REIST

## MIDLAND, TEXAS\*

J. RANDY TURNER†  
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FRANK N. CREMER\*\*\*\*  
JAMES R. FULLER†††  
LARRY A. WALRAVEN\*\*\*  
PATRICK S. GERALD  
HUNTER W. BURKHALTER

OF COUNSEL: WILLIAM J. DERRICK  
HECTOR DELGADO

OF COUNSEL: CHARLES L. SAUNDERS, JR.††††

\* MEMBERS TEXAS BAR  
† MEMBERS NEW MEXICO BAR  
\* MEMBERS FLORIDA AND MICHIGAN BARS

\*\* MEMBERS ARIZONA BAR  
†† MEMBERS DISTRICT OF COLUMBIA BAR

\*\*\* MEMBERS CALIFORNIA BAR  
††† MEMBERS NEW MEXICO AND OKLAHOMA BARS

\*\*\*\* MEMBERS NEW MEXICO AND COLORADO BARS  
†††† MEMBERS DISTRICT OF COLUMBIA AND COLORADO BARS

March 16, 1993

Mr. William J. LeMay  
Chairman  
Oil Conservation Commission  
310 Old Santa Fe Trail  
Santa Fe, New Mexico 87501

Dear Mr. LeMay:

You had expressed some interest in the federal potassium leases north and east of WIPP which were bid on by IMC Fertilizer, Inc. and a group composed of Yates Petroleum and Pogo Producing Company. While Yates and Pogo were the high bidders on the potassium leases, the BLM had rejected their bid and awarded their lease to IMC. The rejection of the high bid and the award of the leases to IMC has been appealed by Yates and Pogo. While the status of the leases are under litigation, the BLM has suspended the lease.

I thought this new information might be of interest to you.

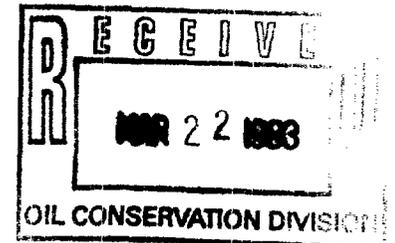
Sincerely,

KEMP, SMITH, DUNCAN & HAMMOND, P.C.

By:

Charles C. High, Jr.

CCH/ja  
enclosure  
cc: Walt Thayer  
Dan Morehouse



State of New Mexico  
ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT  
Santa Fe, New Mexico 87505



BRUCE KING  
GOVERNOR

ANITA LOCKWOOD  
CABINET SECRETARY  
MATTHEW BACA  
DEPUTY SECRETARY

March 23, 1992

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

RE: CASE NO. 10446, ~~10447~~, 10448, 10449,  
ORDER NO. R-9650, R-9651, R-9654, R-9655

Dear Sir:

Enclosed herewith are two copies of each of the above-referenced Division orders recently entered in the subject cases.

Sincerely,

*Florene Davidson*  
*by sl*

Florene Davidson  
OC Staff Specialist

FD/sl

cc: BLM Carlsbad Office  
Jerry Losee  
Charles High  
James Bruce  
Tom Kellahin

VILLAGFA BUILDING - 408 Galisteo  
Forestry and Resources Conservation Division  
P.O. Box 1948 87504-1948  
827-5830

Park and Recreation Division  
P.O. Box 1147 87504-1147  
827-7465

2040 South Pacheco  
Office of the Secretary  
827-5950

Administrative Services  
827-5925

Energy Conservation & Management  
827-5900

Mining and Minerals  
827-5970

LAND OFFICE BUILDING - 310 Old Santa Fe Trail  
Oil Conservation Division  
P.O. Box 2088 87504-2088  
827-5809

LAW OFFICES

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

300 YATES PETROLEUM BUILDING

P. O. DRAWER 239

ARTESIA, NEW MEXICO 88211-0239

NEW MEXICO

CONSERVATION DIVISION

OFFICE

10 11

TELEPHONE  
(505) 746-3505

TELECOPY  
(505) 746-6316

ERNEST L. CARROLL  
JOEL M. CARSON  
JAMES E. HAAS  
A. J. LOSEE  
DEAN B. CROSS  
MARY LYNN BOGLE

March 4, 1992

**VIA FEDERAL EXPRESS**

Mr. William J. LeMay, Director  
New Mexico Oil Conservation Division  
310 Old Santa Fe Trail  
Santa Fe, New Mexico 87501

Re: Applications of Yates Petroleum Corporation  
for Permits to Drill, Eddy County, New  
Mexico/OCD Case Nos. 10446, 10447, 10448,  
10449

Dear Mr. LeMay:

Enclosed please find an original plus three copies of a Subpoena  
Duces Tecum that we ask be issued in conjunction with Yates  
Petroleum Corporation's Application for Permits to Drill in the  
above-referenced case numbers.

Your assistance in expeditiously issuing these would be most  
appreciated. A federal express envelope and pre-addressed label  
is enclosed for their return.

Very truly yours,

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



Ernest L. Carroll

ELC:kth  
Enclosures

xc: Bob Stovall  
Yates Petroleum Corporation

OIL CONSERVATION DIVISION  
RECEIVED

'92 MAR 5 AM 10 12

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  
PERMITS TO DRILL, EDDY COUNTY,  
NEW MEXICO.

CASE NOS. 10446, 10447,  
10448, 10449

SUBPOENA DUCES TECUM

TO: Bob Lane  
New Mexico Potash Corporation  
P. O. Box 610  
Hobbs, NM 88241

Or Such Other Official of the New Mexico  
Potash Corporation in Whose Possession or  
Control the Hereinafter Requested Documents  
Presently Remain

Pursuant to Section 70-2-8, M.M.S.A. (1978) and the New Mexico  
Oil Conservation Division Rule 1211, YOU ARE HEREBY COMMANDED to  
appear at the place, day and time specified below and produce for  
inspection and copying the documents described on the attached Exhibit  
A.

PLACE

Law Offices of Losee, Carson, Haas & Carroll, P. A.  
105 S. Fourth Street, 300 Yates Petroleum Bldg.  
Artesia, New Mexico 88210

DAY AND TIME

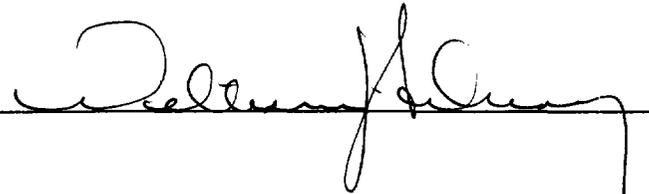
March 12, 1992, during office hours as reasonably  
agreed upon by the parties

This subpoena is issued on the applications of Yates Petroleum  
Corporation, by and through its attorneys, Losee, Carson, Haas &  
Carroll, P. A., P. O. Drawer 239, Artesia, New Mexico, 8821-0239.

Subpoena P. 1

DATED this 5th day of March, 1992.

NEW MEXICO OIL CONSERVATION DIVISION

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

Subpoena

EXHIBIT "A"

INSTRUCTIONS

"Documents" or "records" mean every writing and record of every type and description in the possession, custody or control of New Mexico Potash Corporation whether prepared by you or otherwise, which is in your possession or control or known by you to exist, including but not limited to, all drafts, correspondence, memoranda, handwritten notes, notes, minutes, entries in books of accounting, computer print-outs, tapes and records of all types, minutes of meeting, studies, contracts, agreements, books, pamphlets, schedules, pictures and voice recordings, videotapes and every other device or medium on which, or for which information of any type is transmitted, recorded or preserved and whether or not such documents or records are marked or treated as confidential or proprietary. The term "document" also means a copy where the original is not in possession, custody or control of the company or corporation to whom this request is addressed, and every copy of the document where such copy is not an identical duplicate of the original, all things similar to any of the foregoing, however denominated by the parties.

1. Produce the complete record of core hole logs of any core hole drilled through the potash zones by New Mexico Potash Corporation, any predecessor or other company if such log or summary thereof is in the possession of New Mexico Potash Corp., including, but not limited to, the written results or interpretations of the logs, all assays performed thereon and economic analysis derived therefrom, in Sections 22, 23, 24, 25, 26, 27, 34, 35, and 36 of Township 21 South, Range 31 East, and Section 2 of Township 22 South, Range 31 East.



State of New Mexico

OFFICE OF THE

Commissioner of Public Lands

Santa Fe

P.O. BOX 1148  
SANTA FE, NEW MEXICO 87504-1148

JIM BACA  
COMMISSIONER

February 10, 1992

New Mexico Potash Corporation  
Attn: Mr. R. H. Lane  
P. O. Box 610  
Hobbs, NM 88240

Dear Mr. Lane:

Acknowledging receipt of your updated LMR map, in compliance with O.C.D. Order R111-P. A study of your map reveals a significant change from your 1991 LMR submittal, being an extension southward to include N. M. Section 2 and continuing rather vaguely southward in Township 22 South, Range 31 East.

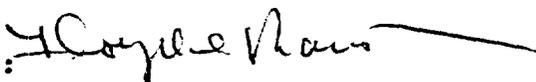
During discussions in Santa Fe on January 10, 1992, mention was made that New Mexico Potash does not process langbeinite. It was also pointed out that mineralization in Section 2 is langbeinite.

This office has never received any data to justify the outlines of any LMR and certainly has no data to justify extending your LMR into an area where mineralization is of a type which is not utilized in your operations.

This office cannot approve this change in your LMR outline until we are convinced that there are adequate data to justify this addition and that the indefinite southward extension is not arbitrary and capricious. We would also request some evidence that your operation has enough flexibility to process both sylvite and langbeinite ore.

Sincerely

JIM BACA  
COMMISSIONER OF PUBLIC LANDS

BY:   
FLOYD O. PRANDO, Director  
Oil, Gas and Minerals Division  
(505) 827-5744

JB/FOP/ES/dj



CON DIVISION  
110

LAW OFFICES

743  
LOSEE, CARSON, HAAS & CARROLL, P. A.

ERNEST L. CARROLL  
JOEL M. CARSON  
JAMES E. HAAS  
A. J. LOSEE  
DEAN B. CROSS  
MARY LYNN BOGLE

300 YATES PETROLEUM BUILDING  
P. O. DRAWER 239  
ARTESIA, NEW MEXICO 88211-0239

TELEPHONE  
(505) 746-3505  
TELECOPY  
(505) 746-6316

January 22, 1992

Case 10447



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

Re: Applications of Yates Petroleum Corporation

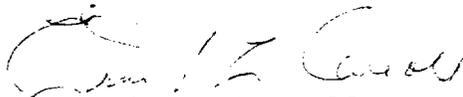
Dear Mr. LeMay:

Enclosed for filing, please find three copies of the Amended Application of Yates Petroleum Corporation for permit to drill its Graham "AKB" State No. 4 Well, underlying Section 2, Township 22 South, Range 31 East, N.M.P.M., Eddy County, New Mexico.

We ask that this case be set for hearing before an examiner, along with the other two applications submitted on January 21, 1992, after allowing twenty days for notice, and that we be furnished with a copy of the docket for said hearings.

Yours truly,

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

  
Ernest L. Carroll

ELC:bjk  
Enclosures

cc: Mr. Randy Patterson  
Mr. Cliff May

**BEFORE THE OIL CONSERVATION DIVISION  
OF THE STATE OF NEW MEXICO**

IN THE MATTER OF THE APPLICATION OF :  
YATES PETROLEUM CORPORATION FOR A :  
PERMIT TO DRILL, EDDY COUNTY, :  
NEW MEXICO :  
\_\_\_\_\_ :

CASE NO. 10447

**AMENDED APPLICATION**

COMES NOW YATES PETROLEUM CORPORATION, by its attorneys Losee, Carson, Haas & Carroll, P.A. (Ernest L. Carroll), and in support of said Amended Application respectfully states that the Application previously submitted to the Oil Conservation Division erroneously described the location of the Graham "AKB" State No. 4 Well as being 1,050 feet from the East line of Section 2, but in fact should have stated that the Well was 1,650 feet from the East line of Section 2. The location is incorrectly shown on Form C-101 attached to the Application, but is correctly shown on Form C-102 attached thereto. Applicant respectfully requests that the Application be amended to read:

1. Applicant is the operator of the Delaware and intermediate formations underlying Township 22 South, Range 31 East, N.M.P.M., Section 2: Unit G, and proposes to drill its Graham "AKB" State No. 4 Well at a point located 1980 feet from the North line and 1650 feet from the East line of said Section 2.

2. Applicant seeks to test the Delaware and intermediate formations by drilling its proposed well to a depth of

8500 feet. Applicant has submitted its Application for Permit to Drill, Deepen or Plug Back, Form C-101, as required by Rule 102 of the Oil Conservation Division, to permit the drilling of the well at the above mentioned location. Applicant has further complied with Order No. R-111-P and has sent the required notice of such Application for Permit to Drill, Deepen or Plug Back to each potash operator holding potash leases within a radius of one mile of the proposed well, as reflected by the plat submitted with applicant's Application for Permit to Drill, Deepen or Plug Back. Attached hereto as Exhibit "1" is a copy of Form C-101 as previously submitted.

3. Applicant has received verbal notice from the potash operator to whom notice was given that it will object to the drilling of said well.

4. Said location is in compliance with Order No. R-111-P(G)(3)(d), and upon information and belief is not located within any Life of Mine Reserves (LMR) or buffer zone as presently designated with the State Land Office. The permitting of such well will not result in undue waste of potash deposits, or constitute a hazard to or interfere unduly with mining of potash deposits.

5. A standard 40-acre oil proration unit comprising Unit G of said Section 2 should be dedicated to such well.

6. The approval of this Application will afford applicant the opportunity to produce its just and equitable share of oil, will prevent economic loss caused by the drilling of un-

necessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise 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 granting applicant permission to drill its Graham "AKB" State No. 4 Well at a point located 1980 feet from the North line and 1650 feet from the East line of said Section 2, Unit G, Township 22 South, Range 31 East, N.M.P.M., which is reasonably presumed to be productive of oil from the Delaware or intermediate formations.

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

**YATES PETROLEUM CORPORATION**

By: Ernest L. Carroll

Ernest L. Carroll

LOSEE, CARSON, HAAS & CARROLL, P.A.  
P. O. Drawer 239  
Artesia, New Mexico 88210  
(505/746-3505)

Attorneys for Applicant

Submit to Appropriate District Office  
 State Lease - 6 copies  
 Fee Lease - 5 copies

State of New Mexico  
 Ex. Minerals and Natural Resources Department

Form C-101  
 Revised 1-1-89

**OIL CONSERVATION DIVISION**  
 P.O. Box 2088  
 Santa Fe, New Mexico 87504-2088

**DISTRICT I**  
 P.O. Box 1980, Hobbs, NM 88240

**DISTRICT II**  
 P.O. Drawer DD, Artesia, NM 88210

**DISTRICT III**  
 1000 Rio Brazos Rd., Aztec, NM 87410

APP NO. (assigned by OCD on New Wells)

5. Indicate Type of Lease  
 STATE  FEE

6. State Oil & Gas Lease No.  
 V-2705

**APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK**

1a. Type of Work:  
 DRILL  RE-ENTER  DEEPEN  PLUG BACK

b. Type of Well:  
 OIL WELL  GAS WELL  OTHER  SINGLE ZONE  MULTIPLE ZONE

2. Name of Operator  
 Yates Petroleum Corporation

3. Address of Operator  
 105 South Fourth Street, Artesia, NM 88210

7. Lease Name or Unit Agreement Name  
 Graham AKB State

8. Well No.  
 4

9. Pool name or Wildcat  
 Undesignated Lost Tank Delaware

4. Well Location  
 Unit Letter G : 1980 Feet From The North Line and 1050' Feet From The East Line  
 Section 2 Township 22 South Range 31 East 1650 NMPM Eddy COUNTY

10. Proposed Depth  
 8500'

11. Formation  
 Delaware

12. Rotary or C.T.  
 Rotary

13. Elevations (Show whether DF, RT, GR, etc.)  
 3552' GR

14. Kind & Status Plug. Boon  
 Blanket

15. Drilling Contractor  
 Undesignated

16. Approx. Date Work will start  
 ASAP

17. PROPOSED CASING AND CEMENT PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	SACKS OF CEMENT	EST. TOP
17 1/2"	13 3/8"	54.5#	850'	850	Circulate
11"	8 5/8"	32.0#	4500'	2500	Circulate
7 7/8"	5 1/2"	17 & 10#	TD	As warranted	Tie Back

Yates Petroleum Corporation proposes to drill and test the Delaware and intermediate formations. Approximately 850' of surface casing will be set and cement circulated. Approximately 4500' of intermediate casing will be set and cement circulated. If commercial, production casing will be run and cemented to tie-back to the 8 5/8" casing, perforated and stimulated as needed for production.

MUD PROGRAM: Native mud to 850'; Brine to 4500'; cut Brine/Starch to TD.

BOP PROGRAM: BOP will be installed at the offset and tested daily for operational.

Letter has been sent to N.M. Potash Corporation.

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: IF PROPOSAL IS TO RE-ENTER OR PLUG BACK, GIVE DATA ON PRESENT PRODUCTIVE ZONE AND PROPOSED NEW PRODUCTIVE ZONE. GIVE MUDWATER TREATMENT PROGRAM, IF ANY.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Clifton R. May TITLE Permit Agent DATE 11-25-91

TYPE OR PRINT NAME Clifton R. May TELEPHONE NO. 748-147

(This space for State Use)

APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_

CONDITIONS OF APPROVAL, IF ANY:

Submit to Appropriate District Office  
 State Lease - 4 copies  
 Fee Lease - 3 copies

State of New Mexico  
 Energy, Minerals and Natural Resources Department

Form C-102  
 Revised 1-1-89

**OIL CONSERVATION DIVISION**

**DISTRICT I**  
 P.O. Box 1980, Hobbs, NM 88240

P.O. Box 2088  
 Santa Fe, New Mexico 87504-2088

**DISTRICT II**  
 P.O. Drawer DD, Artesia, NM 88210

**DISTRICT III**  
 1000 Rio Brazos Rd., Aztec, NM 87410

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

All Distances must be from the outer boundaries of the section

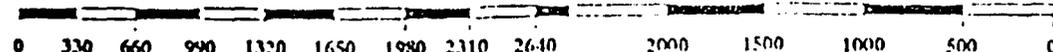
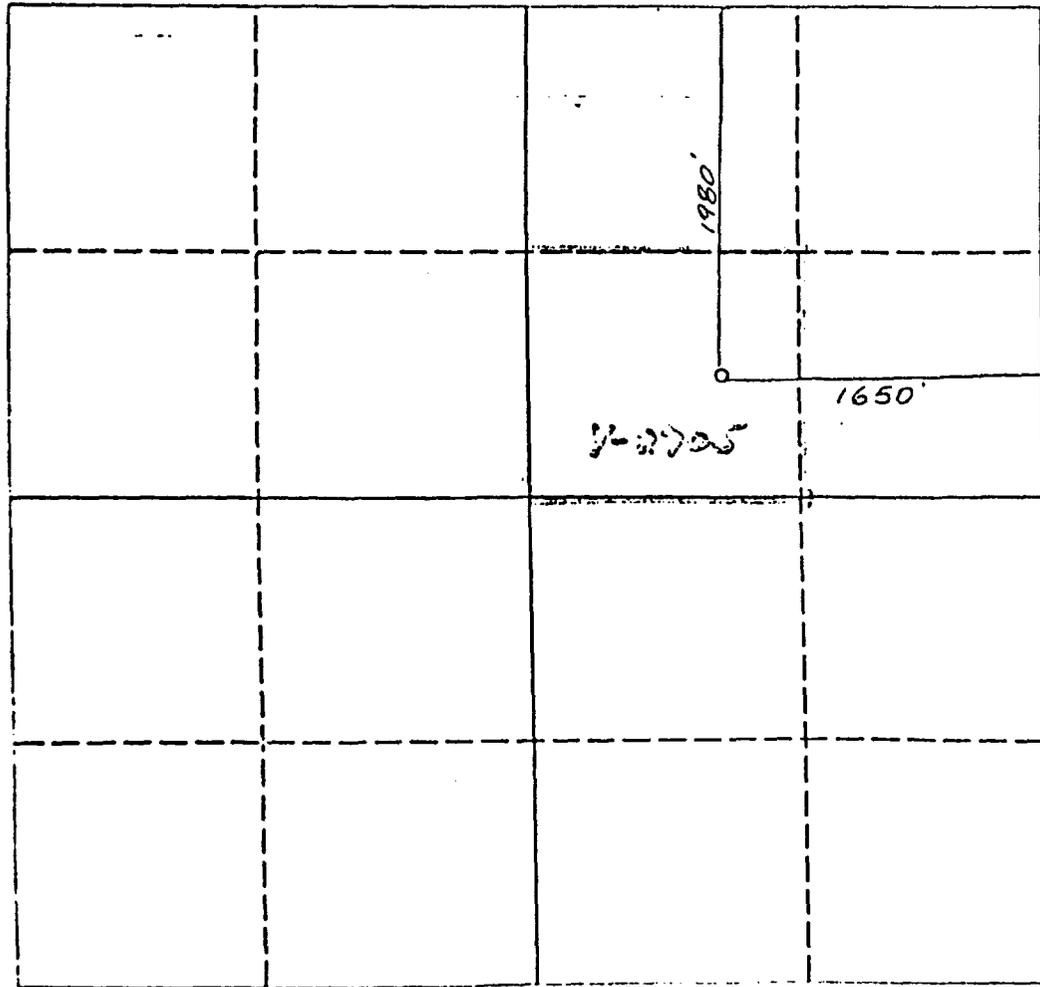
Operator <b>YATES PETROLEUM CORPORATION</b>			Lease <b>GRAHAM AKB STATE</b>			Well No. <b>4</b>		
Unit Letter <b>G</b>	Section <b>2</b>	Township <b>22 SOUTH</b>	Range <b>31 EAST</b>	County <b>EDDY COUNTY, NM</b>		NMEM		
Actual Footage Location of Well:								
<b>1980</b> feet from the <b>NORTH</b> line and			<b>1650</b> feet from the <b>EAST</b> line					
Ground level Elev. <b>3552.</b>		Producing Formation <b>DELAWARE</b>		Pool <b>UNDES. LOST TANK DELAWARE</b>		Dedicated Acreage: <b>40</b> Acres		

- Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.?
 

Yes     No    If answer is "yes" type of consolidation \_\_\_\_\_

If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) \_\_\_\_\_

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



**OPERATOR CERTIFICATION**

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Signature: *Clifton R. May*

Printed Name: **Clifton R. May**

Position: **Permit Agent**

Company: **YATES PETROLEUM CORPORATION**

Date: **November 25, 1991**

**SURVEYOR CERTIFICATION**

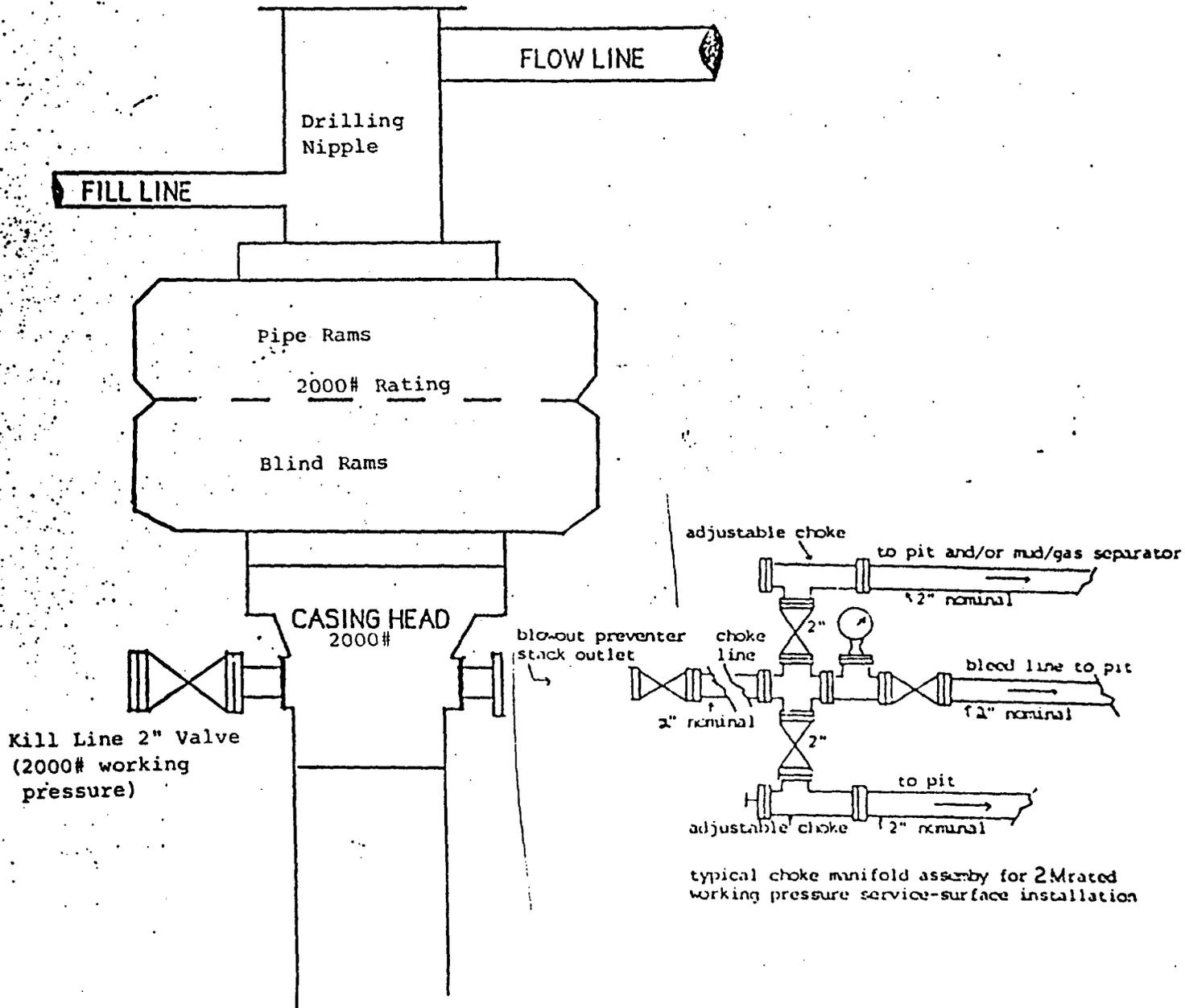
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed: **NOVEMBER 22 1991**

Signature: *[Signature]*

Professional Seal: **NEW MEXICO REGISTERED PROFESSIONAL ENGINEER 5412**

# YATES PETROLEUM CORPORATION



**BLOWOUT PREVENTER  
2M SYSTEM**

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

November 21, 1991

Mr. Bob Lane  
New Mexico Potash  
P.O. Box 610  
Hobbs, NM 88241

Dear Mr. Lane:

Yates Petroleum Corporation is the operator of the Oil & Gas Lease V-2705. We have staked the following location:

Graham AKB State #4  
1980' FNL and 1650' FEL  
Sec. 2-T22S-R31E  
Eddy County, NM

An application to Drill is being filed with the Oil Conservation District.

We have been advised that your company is the owner of record of certain potash leases in this area. We respectfully request that you waive any objection you may have to this proposed well location and so indicate by signing and returning one copy of this letter in the enclosed envelope.

Your favorable consideration of this request will be greatly appreciated.

Sincerely,

YATES PETROLEUM CORPORATION

*Clifton R. May*

Clifton R. May  
Permit Agent

CRM/tg

NO OBJECTIONS OFFERED

NEW MEXICO POTASH

By: \_\_\_\_\_  
Title: \_\_\_\_\_  
Date: \_\_\_\_\_

SENDER: Complete items 1 and 2 when international services are desired, and complete items 3 and 4.  
Put your address in the "RETURN TO" Space on reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check boxes for additional service(s) requested.

1.  Show to whom delivered, date, and addressee's address. 2.  Restricted Delivery (Extra charge) =

3. Article Addressed to:  Mr. Bob Lane New Mexico Potash P.O. Box 610 Hobbs, NM 88241	4. Article Number  P 384 291 931  Type of Service: <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise
5. Signature - Addressee X	Always obtain signature of addressee or agent and DATE DELIVERED.
6. Signature Agent X <i>W. Yates</i>	8. Addressee's Address (ONLY if requested and fee paid) Flora AKF #1 Graham AKB #3 & 4 Martha AIK Fed. #7,8,&9
7. Date of Delivery <i>11-22-91</i>	

PS Form 3811, Apr. 1989 U.S.G.P.O. 1989-238-815 DOMESTIC RETURN RECEIPT

Form 3800, June 1985

U.S.G.P.O. 1989-234-555

Postmark or Date	11-21-91
Return Receipt showing to whom and Date Delivered	Graham AKB #3, 4
Return Receipt showing to whom Date and Address of Delivery	Flora AKF #1
TOTAL Postage and Fees	3
Postage	3
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	
Return Receipt showing to whom Date and Address of Delivery	
TOTAL Postage and Fees	3

Sent to: MR. Bob Lane  
Street: P.O. Box 610  
P.O. Street and ZIP Code: Hobbs, NM 88241

RECEIPT FOR CERTIFIED MAIL  
U.S. POSTAL SERVICE  
1991

P 384 291 931

# YATES PETROLEUM CORPORATION

<p>SECTION 34 - 215 - 31E</p> <div style="display: flex; justify-content: space-between;"> <div style="width: 45%;"> <p>NEW MEXICO POTASH</p> </div> <div style="width: 45%; text-align: center;"> <p>UNLEASED</p> <p>NEW MEXICO POTASH</p> <p>SUBSE 4</p> <div style="text-align: center;"> </div> </div> </div> <div style="display: flex; justify-content: space-between; margin-top: 10px;"> <p>STATE</p> <p>USA</p> </div>	<p>SECTION 35 - 215 - 31E</p> <p style="text-align: center;">UNLEASED</p> <p style="text-align: center;">USA</p>	<p>SECTION 36 - 215 - 31E</p> <p style="text-align: center;">NEW MEXICO POTASH</p> <p style="text-align: center;">STATE</p>
<p>SECTION 3 - 225 - 31E</p> <p style="text-align: center;">UNLEASED</p> <p style="text-align: center;">USA</p>	<p>SECTION 8 - 225 - 31E</p> <p style="text-align: center;">#1</p> <p style="text-align: center;">GUAYAMA LK SE</p> <p style="text-align: center;">#2</p> <p style="text-align: center;">NEW MEXICO POTASH</p> <p style="text-align: center;">FLORIANE</p> <p style="text-align: center;">SP. #1</p> <p style="text-align: center;">STATE</p>	<p>SECTION 1 - 225 - 31E</p> <p style="text-align: center;">UNLEASED</p> <p style="text-align: center;">USA</p>
<p>SECTION 10 - 225 - 31E</p> <p style="text-align: center;">UNLEASED</p> <p style="text-align: center;">USA</p>	<p>SECTION 11 - 225 - 31E</p> <p style="text-align: center;">UNLEASED</p> <p style="text-align: center;">USA</p>	<p>SECTION 12 - 225 - 31E</p> <p style="text-align: center;">UNLEASED</p> <p style="text-align: center;">USA</p>

10-31-91 --- GEORGE SUTHERSON, DISTRICT MINING ENGINEER  
 11-1-91 --- CHARLES NAYLOR GENERAL LEASING

*Cliff E. May*

LAW OFFICES

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

300 YATES PETROLEUM BUILDING  
P. O. DRAWER 239  
ARTESIA, NEW MEXICO 88211-0239

OIL CONSERVATION DIVISION  
RECEIVED  
'92 FEB 12  
TELEPHONE  
(505) 746-3593  
TELECOPY  
(505) 746-6316

ERNEST L. CARROLL  
JOEL M. CARSON  
JAMES E. HAAS  
A. J. LOSEE  
DEAN B. CROSS  
MARY LYNN BOGLE

February 10, 1992

Mr. Michael Stogner, Examiner  
Oil Conservation Division  
P. O. Box 2088  
Santa Fe, NM 87501

Re: Applications of Yates Petroleum Corporation  
for Permits to Drill, Eddy County, New Mexico

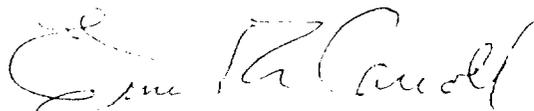
Dear Mike:

Pursuant to our conversation of this morning, I am writing to confirm my request that the hearings on Cases numbered 10446, 10447, 10448, and 10449 set for February 20, 1992, be re-scheduled. You have agreed that these cases will now be heard on March 19, 1992.

If the above does not correctly reflect the Division's docket, please advise. I am providing notice to the interested parties of this change in scheduling today.

Very truly yours,

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



Ernest L. Carroll

ELC:kth

xc: Randy Patterson