

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION



GARREY CAPRUTHERS
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

January 6, 1987

Yates Petroleum Corporation
105 South Fourth Street
Artesia, NM 748-1471

RE: Freeman ACF No. 1 M-22-165-37E
Lea County, NM

Gentlemen:

Your letter dated December 12, 1986 and the attached data provided information designed to justify an increase in injection pressure in the captioned well from that authorized in order R-8290. We commend you on the quality of the testing and analysis and find that the increase in injection pressure will not create a threat to fresh water resources.

You are hereby authorized to inject produced water in your Freeman ACF well No. 1 to 2,000 psi. Other provisions of order R-8290 shall remain in effect. In addition we request that the Amerind Oil Carter No. 1 be monitored and that the Hobbs office of the OCD be notified immediately of any pressure change which could indicate a threat to fresh water.

Sincerely,


Charles Roybal
Acting Director

xc: OCD - Hobbs
✓ Case File - 8882
Donna McDonald
D. Catanach



105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210

TELEPHONE (505) 748-1471

S. P. YATES
PRESIDENT
JOHN A. YATES
VICE PRESIDENT
B. W. HARPER
SEC. - TREAS.

Case File 8882

January 6, 1987

New Mexico Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87504-2088

Re: Yates Petroleum Corporation
Freeman ACF No. 1
660' FSL & 660' FWL
Sec. 22, T. 16S., R. 37E.
Lea County, New Mexico

Gentlemen:

Enclosed are the remainder of the mailing notices regarding Yates Petroleum Corporation's request to increase injection pressure for the referenced well. One notice representing a very small interest (less than $\frac{1}{2}$ of 1%) is still outstanding and will be forwarded to you upon receipt.

Sincerely,

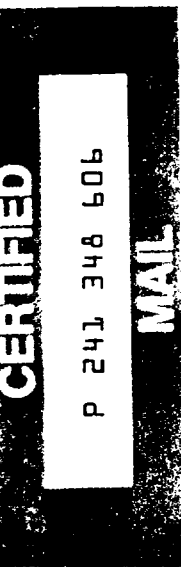
Albert R. Stall
Engineer

cc: NMOCD, Hobbs

Encl.



YATES BUILDING - 105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210

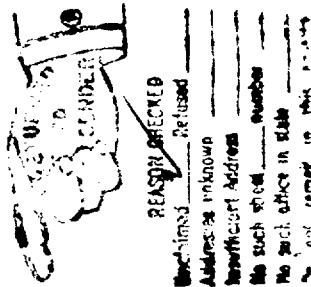


Claim Check
No.

☐ Hold

Date

Mr. James R. Woods
P.O. Box 1417
Socorro, NM 87801



Detached from
PS Form 3848-A,
Oct. 1985

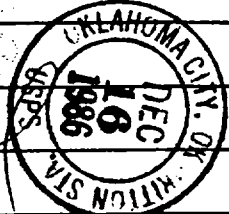
SENDER: Complete items 1, 2, 3 and 4. Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for service(s) requested.	
1. <input checked="" type="checkbox"/> Show to whom, date and address of delivery.	2. <input type="checkbox"/> Restricted Delivery.
3. Article Addressed to: Mr. James R. Woods P.O. Box 1417 Socorro, NM 87801	
4. Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Certified <input type="checkbox"/> Express Mail	Article Number P241348606
Always obtain signature of addressee or agent and DATE DELIVERED.	
5. Signature - Addressee X	6. Signature - Agent X
7. Date of Delivery DEC 16 1986	
8. Addressee's Address (ONLY if requested and fee paid) Freeman ACF No. 1	

PS Form 3811, July 1983

DOMESTIC RETURN RECEIPT

PS Form 3811, July 1983

SENDER: Complete items 1, 2, 3 and 4. Put your address in the "RETURN TO" space on the 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 box(es) for service(s) requested.	
1. <input checked="" type="checkbox"/> Show to whom, date and address of delivery.	2. <input type="checkbox"/> Restricted Delivery.
3. Article Addressed to: Harry J. Schafer, Jr., Trustee P.O. Box 14667 Oklahoma City, OK 73113	
4. Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Certified <input type="checkbox"/> Express Mail	Article Number P241348596
Always obtain signature of addressee or agent and DATE DELIVERED.	
5. Signature - Addressee X	6. Signature - Agent X
7. Date of Delivery DEC 16 1986	
8. Addressee's Address (ONLY if requested and fee paid) Freeman ACF No. 1	





105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210
TELEPHONE (505) 748-1471

S. P. YATES
PRESIDENT
JOHN A. YATES
VICE PRESIDENT
B. W. HARPER
SEC. - TREAS.

December 24, 1986

Mr. R.L. Stamets, Director
New Mexico Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87504-2088

Re: Yates Petroleum Corporation
Freeman ACF No. 1
660' FSL & 660' FWL
Sec.22,T.16S.,R.37E.
Lea County, New Mexico

Gentlemen:

Per our letter of December 19, 1986, enclosed are copies of all remaining notification receipts with the exception of two. These two were also late returning upon notification of the C-108 application on the same well. When these are received, copies will be sent to you.

Sincerely,

A handwritten signature in cursive script that reads 'Albert R. Stall'.

Albert R. Stall
Engineer

cc: NMOCD, Hobbs

Encl.

PS Form 3811, July 1983

SENDER: Complete items 1, 2, 3 and 4.
Put your address in the "RETURN TO" space on the 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 box(es) for service(s) requested.

1. ☒ Show to whom, date and address of delivery.
2. ☐ Restricted Delivery.

3. Article Addressed to:
Jeanne Van Zant Sanders
Sinclair Bldg., Suite 508
106 W. Fifth Street
Fort Worth, TX 76102

4. Type of Service: Article Number
☒ Registered ☐ Insured P241348595
☐ Certified ☐ COD
☐ Express Mail

Always obtain signature of addressee or agent and **DATE DELIVERED.**

5. Signature - Addressee
X

6. Signature - Agent
X *Marty Brown*

7. Date of Delivery
12-15

8. Addressee's Address (ONLY if requested and fee paid)

Freeman ACF No. 1

DOMESTIC RETURN RECEIPT

PS Form 3811, July 1983

SENDER: Complete items 1, 2, 3 and 4.
Put your address in the "RETURN TO" space on the 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 box(es) for service(s) requested.

1. ☒ Show to whom, date and address of delivery.
2. ☐ Restricted Delivery.

3. Article Addressed to:
J.H. Van Zant, II
1722 Commerce Bldg.
307 W. 7th
Fort Worth, TX 76102

4. Type of Service: Article Number
☒ Registered ☐ Insured P241348603
☐ Certified ☐ COD
☐ Express Mail

Always obtain signature of addressee or agent and **DATE DELIVERED.**

5. Signature - Addressee
X *J.H. Van Zant II*

6. Signature - Agent
X

7. Date of Delivery
15 DEC 1986

8. Addressee's Address (ONLY if requested and fee paid)
SAN

Freeman ACF No. 1

DOMESTIC RETURN RECEIPT

PS Form 3811, July 1983

SENDER: Complete items 1, 2, 3 and 4.
Put your address in the "RETURN TO" space on the 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 box(es) for service(s) requested.

1. ☒ Show to whom, date and address of delivery.
2. ☐ Restricted Delivery.

3. Article Addressed to:
Coates Energy Trust and
Elizabeth H. Maddux
P.O. Box 171717
San Antonio, TX 78217

4. Type of Service: Article Number
☒ Registered ☐ Insured P241348602
☐ Certified ☐ COD
☐ Express Mail

Always obtain signature of addressee or agent and **DATE DELIVERED.**

5. Signature - Addressee
X *Elizabeth H. Maddux*

6. Signature - Agent
X *Elizabeth H. Maddux*

7. Date of Delivery
12-17-86

8. Addressee's Address (ONLY if requested and fee paid)

Freeman ACF No. 1

DOMESTIC RETURN RECEIPT



105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210
TELEPHONE (505) 748-1471

S. P. YATES
PRESIDENT
JOHN A. YATES
VICE PRESIDENT
B. W. HARPER
SEC. - TREAS.

December 19, 1986

Mr. R.L. Stamets, Director
New Mexico Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87504-2088

Re: Yates Petroleum Corporation
Freeman ACF No. 1
660' FSL & 660' FWL
Sec.22,T.16S.,R.37E.
Lea County, New Mexico

Gentlemen:

Enclosed are copies of notification receipts from offset mineral interest owners regarding Yates Petroleum Corporation's requested increase in injection pressure for the referenced well. Also enclosed is a copy of the list of owners notified. As outstanding receipts are received, copies will be sent to you.

Sincerely,

Albert R. Stall
Engineer

cc: NMOCD, Hobbs

Encl.

OFFSET OPERATORS

Township 16 South, Range 37 East, NMPM
Lea County, New Mexico

Pennzoil Exp. and Prod. Co.
 P.O. Box 1828
 Midland, TX 79701
 ATTN: Land Dept.

Moncor Trust Co., Trustee
 for W.T. Reed
 P.O. Box 70
 Hobbs, NM 88240
 ATTN: Ms. Terry Howard

Jeanne Van Zant Sanders
 Sinclair Bldg., Suite 508
 106 W. Fifth Street
 Fort Worth, TX 76102

Harry J. Schafer, Jr., Trustee
 P.O. Box 14667
 Oklahoma City, OK 73113

Sun Exploration and Prod. Co.
 P.O. Box 1861
 Midland, TX 79702

Bill Seltzer
 507 Petroleum Bldg.
 Midland, TX 79701

Texaco, U.S.A.
 P.O. Box 3109
 Midland, TX 79701
 ATTN: Land Dept.

Mr. James R. McCrory
 P.O. Box 25764
 Albuquerque, NM 87125

Petco Limited
 P.O. Box 911
 Breckenridge, TX 76024

Coates Energy Trust and
 Elizabeth H. Maddux
 P.O. Box 171717
 San Antonio, TX 78217

J.H. Van Zant, II
 1722 Commerce Bldg.
 307 W. 7th
 Fort Worth, TX 76102

Amerind Oil Co.
 500 Wilco Bldg.
 Midland, TX 79701

Ensearch Exploration, Inc.
 P.O. Box 4815
 Midland, TX 79704
 ATTN: Land Dept.

Mr. James R. Woods
 P.O. Box 1417
 Socorro, NM 87801

Mrs. Mary K. Grisso
 2328 N.W. 47th
 Oklahoma City, OK 73112

Felmont Oil Corporation
 P.O. Box 2266
 Midland, TX 79702

Heritage Resources
 Paragon Tower, Suite 1000
 600 N. Marienfield St.
 Midland, TX 79701

American Quasar Pet. Co.
 One First City Center
 Suite 1000
 Midland, TX 79701

PS Form 3811, July 1983

DOMESTIC RETURN RECEIPT

● SENDER: Complete items 1, 2, 3 and 4.

Put your address in the "RETURN TO" space on the 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 box(es) for service(s) requested.

1. ☒ Show to whom, date and address of delivery.
2. ☐ Restricted Delivery.

3. Article Addressed to:
Petco Limited
P.O. Box 911
Breckenridge, TX 76024

4. Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Certified <input type="checkbox"/> Express Mail	Article Number P241348601
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Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Addressee
X

6. Signature - Agent
X *Cecil B. Bailey*

7. Date of Delivery
DEC 15 1986

8. Addressee's Address (ONLY if requested and fee paid)
Po Box 911
BRECKENRIDGE, TX. 76024
Freeman ACF No. 1

PS Form 3811, July 1983

DOMESTIC RETURN RECEIPT

● SENDER: Complete items 1, 2, 3 and 4.

Put your address in the "RETURN TO" space on the 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 box(es) for service(s) requested.

1. ☒ Show to whom, date and address of delivery.
2. ☐ Restricted Delivery.

3. Article Addressed to:
American Quasar Pet. Co.
One First City Center
Suite 1000
Midland, TX 79701

4. Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Certified <input type="checkbox"/> Express Mail	Article Number P241348612
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Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Addressee
X *Cur*

6. Signature - Agent
X

7. Date of Delivery
15 DEC 1986

8. Addressee's Address (ONLY if requested and fee paid)
2500 TEXAS AMERICAN BANK BLDG.
Freeman ACF No. 1 76102

● SENDER: Complete items 1, 2, 3 and 4.

Put your address in the "RETURN TO" space on the 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 box(es) for service(s) requested.

1. ☒ Show to whom, date and address of delivery.
2. ☐ Restricted Delivery.

3. Article Addressed to:
Mr. James R. McCrory
P.O. Box 25764
Albuquerque, NM 87125

4. Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Certified <input type="checkbox"/> Express Mail	Article Number P241348600
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Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Addressee
X *James R. McCrory*

6. Signature - Agent
X

7. Date of Delivery
12/15/86

8. Addressee's Address (ONLY if requested and fee paid)
Freeman ACF No. 1

PS Form 3811, July 1983

DOMESTIC RETURN RECEIPT

● **SENDER: Complete items 1, 2, 3 and 4.**

Put your address in the "RETURN TO" space on the 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 box(es) for service(s) requested.

1. ☒ Show to whom, date and address of delivery.
2. ☐ Restricted Delivery.

3. Article Addressed to:
New Mexico Oil Conservation Division
P.O. Box 1980
Hobbs, NM 88240
ATTN: Jerry Sexton

4. Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Certified <input type="checkbox"/> Express Mail	Article Number P241348611
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Always obtain signature of addressee or agent and **DATE DELIVERED.**

5. Signature - Addressee
X *[Signature]*

6. Signature - Agent
X

7. Date of Delivery
12-12-86

8. Addressee's Address (ONLY if requested and fee paid)

Freeman ACF No. 1

PS Form 3811, July 1983

DOMESTIC RETURN RECEIPT

● **SENDER: Complete items 1, 2, 3 and 4.**

Put your address in the "RETURN TO" space on the 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 box(es) for service(s) requested.

1. ☒ Show to whom, date and address of delivery.
2. ☐ Restricted Delivery.

3. Article Addressed to:
Moncor Trust Co., Trustee for
W.T. Reed
P.O. Box 70
Hobbs, NM 88240
ATTN: Mr. Terry Howard

4. Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Certified <input type="checkbox"/> Express Mail	Article Number P241348585
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Always obtain signature of addressee or agent and **DATE DELIVERED.**

5. Signature - Addressee
X *John H. Dubeminer*

6. Signature - Agent
X

7. Date of Delivery
12-15-86

8. Addressee's Address (ONLY if requested and fee paid)

Freeman ACF No. 1

● **SENDER: Complete items 1, 2, 3 and 4.**

Put your address in the "RETURN TO" space on the 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 box(es) for service(s) requested.

1. ☒ Show to whom, date and address of delivery.
2. ☐ Restricted Delivery.

3. Article Addressed to:
New Mexico Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87504-2088
ATTN: R.L. Stamets

4. Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Certified <input type="checkbox"/> Express Mail	Article Number P241348610
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Always obtain signature of addressee or agent and **DATE DELIVERED.**

5. Signature - Addressee
X *[Signature]*

6. Signature - Agent
X

7. Date of Delivery
DEC 12 1986

8. Addressee's Address (ONLY if requested and fee paid)

Freeman ACF No. 1

SENDER: Complete items 1, 2, 3 and 4.
Put your address in the "RETURN TO" space on the 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 box(es) for service(s) requested.

1. ☒ Show to whom, date and address of delivery.
2. ☐ Restricted Delivery.

3. Article Addressed to:
Ensearch Exploration, Inc.
P.O. Box 4815
Midland, TX 79704
ATTN: Land Dept.
600 N. Marienfeld #1000

4. Type of Service: Article Number
☒ Registered ☐ Insured P241348605
☐ Certified ☐ COD
☐ Express Mail

Always obtain signature of addressee or agent and **DATE DELIVERED.**

5. Signature - Addressee
X *[Signature]*
6. Signature - Agent
X
7. Date of Delivery
12-15-86
8. Addressee's Address (ONLY if requested and fee paid)
Freeman ACF No. 1

SENDER: Complete items 1, 2, 3 and 4.
Put your address in the "RETURN TO" space on the 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 box(es) for service(s) requested.

1. ☒ Show to whom, date and address of delivery.
2. ☐ Restricted Delivery.

3. Article Addressed to:
Pennzoil Exp. & Prod. Co.
P.O. Box 1828
Midland, TX 79701
ATTN: Land Dept.

4. Type of Service: Article Number
☒ Registered ☐ Insured P241348586
☐ Certified ☐ COD
☐ Express Mail

Always obtain signature of addressee or agent and **DATE DELIVERED.**

5. Signature - Addressee
X *[Signature]*
6. Signature - Agent
X
7. Date of Delivery
12-12-86
8. Addressee's Address (ONLY if requested and fee paid)
Box 1828
Freeman ACF No. 1

SENDER: Complete items 1, 2, 3 and 4.
Put your address in the "RETURN TO" space on the 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 box(es) for service(s) requested.

1. ☒ Show to whom, date and address of delivery.
2. ☐ Restricted Delivery.

3. Article Addressed to:
Heritage Resources
Paragon Tower, Suite 1000
600 N. Marienfeld St.
Midland, TX 79701

4. Type of Service: Article Number
☒ Registered ☐ Insured P241348609
☐ Certified ☐ COD
☐ Express Mail

Always obtain signature of addressee or agent and **DATE DELIVERED.**

5. Signature - Addressee
X
6. Signature - Agent
X *[Signature]*
7. Date of Delivery
12-12-86
8. Addressee's Address (ONLY if requested and fee paid)
600 N. Marienfeld #1000
Midland, TX 79701
Freeman ACF No. 1

SENDER: Complete items 1, 2, 3 and 4.
Put your address in the "RETURN TO" space on the 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 box(es) for service(s) requested.

1. ☒ Show to whom, date and address of delivery.
2. ☐ Restricted Delivery.

3. Article Addressed to:
Sun Exploration & Prod. Co.
P.O. Box 1861
Midland, TX 79702

4. Type of Service: Article Number
☒ Registered ☐ Insured P241348597
☐ Certified ☐ COD
☐ Express Mail

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Addressee
X *[Signature]*

6. Signature - Agent
X

7. Date of Delivery
12-12-86

8. Addressee's Address (ONLY if requested and fee paid)
Box 1861
Midland TX 79702
Freeman ACF No. 1

SENDER: Complete items 1, 2, 3 and 4.
Put your address in the "RETURN TO" space on the 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 box(es) for service(s) requested.

1. ☒ Show to whom, date and address of delivery.
2. ☐ Restricted Delivery.

3. Article Addressed to:
Amerind Oil Co.
500 Wilco Bldg.
Midland, TX 79701

4. Type of Service: Article Number
☒ Registered ☐ Insured P241348604
☐ Certified ☐ COD
☐ Express Mail

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Addressee
X

6. Signature - Agent
X X *[Signature]*

7. Date of Delivery
12-12-86

8. Addressee's Address (ONLY if requested and fee paid)
415 W. Wall #500
Midland TX 79701
Freeman ACF No. 1

SENDER: Complete items 1, 2, 3 and 4.
Put your address in the "RETURN TO" space on the 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 box(es) for service(s) requested.

1. ☒ Show to whom, date and address of delivery.
2. ☐ Restricted Delivery.

3. Article Addressed to:
Bill Seltzer
507 Petroleum Bldg.
Midland, TX 79701

4. Type of Service: Article Number
☒ Registered ☐ Insured P241348598
☐ Certified ☐ COD
☐ Express Mail

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Addressee
X *[Signature]*

6. Signature - Agent
X *Melissa Herndon*

7. Date of Delivery
12-12-86

8. Addressee's Address (ONLY if requested and fee paid)
Same
Freeman ACF No. 1

● SENDER: Complete items 1, 2, 3 and 4.

Put your address in the "RETURN TO" space on the 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 box(es) for service(s) requested.

1. ☒ Show to whom, date and address of delivery.
2. ☐ Restricted Delivery.

3. Article Addressed to:

Texaco, U.S.A.
P.O. Box 3109
Midland, TX 79701
ATTN: Land Dept.

4. Type of Service:

- ☒ Registered ☐ Insured
☐ Certified ☐ COD
☐ Express Mail

Article Number

P241348599

Always obtain signature of addressee or agent and
DATE DELIVERED.

5. Signature - Addressee

X

6. Signature - Agent

X

7. Date of Delivery

12-12-86 OK

8. Addressee's Address (ONLY if requested and fee paid)

Box 3109
Midland TX 79702
Freeman ACF No. 1

● SENDER: Complete items 1, 2, 3 and 4.

Put your address in the "RETURN TO" space on the 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 box(es) for service(s) requested.

1. ☒ Show to whom, date and address of delivery.
2. ☐ Restricted Delivery.

3. Article Addressed to:

Felmont Oil Corporation
P.O. Box 2266
Midland, TX 79702

4. Type of Service:

- ☒ Registered ☐ Insured
☐ Certified ☐ COD
☐ Express Mail

Article Number

P241348608

Always obtain signature of addressee or agent and
DATE DELIVERED.

5. Signature - Addressee

X

6. Signature - Agent

X

7. Date of Delivery

12-12-86

8. Addressee's Address (ONLY if requested and fee paid)

Freeman ACF No. 1



105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210
TELEPHONE (505) 748-1471

S. P. YATES
PRESIDENT
JOHN A. YATES
VICE PRESIDENT
B. W. HARPER
SEC. - TREAS.

Case File 8882

December 11, 1986

TO: Offset Mineral Interest Owners

RE: Freeman ACF No. 1
660' FSL & 660' FWL
Sec. 22, T. 16S., R. 37E.
Lea County, New Mexico

Gentlemen:

On August 28, 1986, the New Mexico Oil Conservation Division approved the referenced well for salt water disposal by Order No. R-8290. The Order limits surface injection pressure to 500 psi, but contains a provision for the Director of the Division to administratively approve raising the pressure limit.

Yates Petroleum Corporation is now seeking the Director's approval of a higher pressure limit. A step rate test has been conducted to determine formation fracture pressure. The new pressure limit requested will be less than the fracture pressure.

If you have any comments or questions, please feel free to contact me at (505) 748-1471.

If you have any objection to these plans, please notify the New Mexico Oil Conservation Division, P.O. Box 2088, Santa Fe, New Mexico 87504-2088.

Thank you for your continued cooperation.

Sincerely,

Albert R. Stall

Albert R. Stall
Engineer

cc: N.M.O.C.D., Santa Fe
N.M.O.C.D., Hobbs



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

TONEY ANAYA
GOVERNOR

August 29, 1986

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

Mr. William F. Carr
Campbell & Black
Attorneys at Law
Post Office Box 2208
Santa Fe, New Mexico

Re: CASE NO. 8882
ORDER NO. R-8290

Applicant:

Yates Petroleum Corporation

Dear Sir:

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

Sincerely,

B. L. Sumner

R. L. STAMETS
Director

RLS / fd

Copy of order also sent to:

Hobbs OCD	<u>X</u>
Artesia OCD	<u>X</u>
Aztec OCD	

Other _____

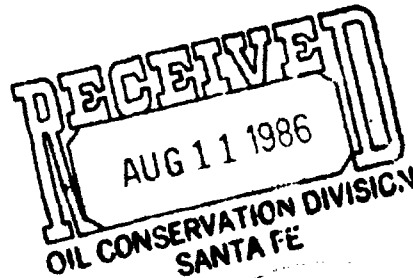


STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

TONY ANAYA
GOVERNOR

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88240
(505) 393-6161

TO: Mike Stogner
FROM: Jerry Sexton *[Signature]*
DATE: August 8, 1986
RE: Case No. 8882



I think Vic has opened some very good lines of discussion, but any flexibility should be looked at to eliminate any chance of water migration which would be detrimental.

I think the rules (as they are) are good for any injection under pressure. We do have good data on migration from one well bore to other wells bores and upward movement.

I don't think we will lose fresh water from vacuum injection except through the well bore where the water is injected.

I like the idea of monitoring well bores for pressure and fixing well bores when pressure occurs. I think this is only good when the injection zone is close to the casing shoe.

I don't trust intermediate casing enough to think they will automatically keep fluid out of fresh water. By the time you drill from 4500 feet to 11,000 feet, unless good drilling practices are used, your intermediate casing is already bad.

I think the Division should re-look at our thinking and see if we could become more flexible.

Recommendations:

Recommend the examiner have lots of flexibility on vacuum disposal wells.

Recommend we draw up some guide lines on monitoring wells in place of re-cementing.

The only problem when you allow flexibility is that you be fair with all applications and protect the fresh water.

Where we would run into problems with allowing pressure and exemptions are depth. Example: 500 psi at 10,000 feet may not be a problem, while 500 psi at 3000 feet may be a tremendous problem.

8/7/86

Jerry

Stametz asked me to send this
proposed Order and comments by
Vie for your inspection and
comments.

Thank you.

m.s.

Attn: Jerry Sexton

Memo

From
VICTOR T. LYON
Chief Petroleum Engineer

To RLS

I feel we may be a little severe in this order. The C+K well could permit water to migrate to bottom of next plug @ 8,400'. From there, where does it go? It is $\frac{1}{4}$ mile away.

The Amerind well, 1900' away could have water go up the uncemented hole to bottom of intermediate casing, but then to where?

Fresh water is at 1000'.

We could, in lieu of requiring ~~reconstructions~~

- (1) ask for a study to show water cannot migrate into fresh water through wells penetrating 4200-8500', or
- (2) Limit injection pressure and require monitoring of Amerind (Carter) well.

I favor 2nd option.

Oil Conservation Division Santa Fe, New Mexico 87504-2088
827-5809

CAMPBELL & BLACK, P.A.
LAWYERS

JACK M. CAMPBELL
ERUCE D. BLACK
MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
J. SCOTT HALL
PETER N. IVES
JOHN H. BEMIS

GUADALUPE PLACE
SUITE 1 - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

May 14, 1986

Mr. Michael Stogner
Hearing Examiner
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87504-2088

Re: Case 8882: Application of Yates Petroleum Corporation
for Salt Water Disposal, Lea County, New Mexico.

Dear Mr. Stogner:

As you may recall, during the hearing of the above-referenced case on April 30, 1986, Yates Petroleum Corporation agreed to provide the Division with copies of notice to two minor interest owners within the area of review who had not been heard from at the time of hearing. Accordingly, we enclose copies of a receipt from Mrs. Mary K. Grisso and a post office notice of failure to contact Mr. James R. Woods. Mr. Woods owns 0.25 acres in the N/2 SE/4 of Section 27, Township 16 South, Range 37 East, Lea County.

Please let me know if you require anything further from Yates in order to proceed with this matter.

Very truly yours,

William F. Carr
William F. Carr

WFC/cv
enclosures

cc: Mr. Albert R. Stall
Yates Petroleum Corp.

PS Form 3811, July 1983 447-845

DOMESTIC RETURN RECEIPT

SENDER: Complete items 1, 2, 3 and 4. Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. <u>The return receipt fee will provide you the name of the person delivered to and the date of delivery.</u> For additional fees the following services are available. Consult postmaster for fees and check box(es) for service(s) requested.	
1. <input checked="" type="checkbox"/> Show to whom, date and address of delivery.	
2. <input type="checkbox"/> Restricted Delivery.	
3. Article Addressed to: Mrs. Mary K. Grisso 2328 N.W. 47th Oklahoma City, OK 73112	
4. Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Certified <input type="checkbox"/> Express Mail	Article Number P241345549 <input type="checkbox"/> Insured <input type="checkbox"/> COD
Always obtain signature of addressee or agent and <u>DATE DELIVERED.</u>	
5. Signature - Addressee X <i>Mary K. Grisso</i>	
6. Signature - Agent X <i>2328 N.W. 47</i>	
7. Date of Delivery <i>4-28-86</i>	
8. Addressee's Address (ONLY if requested and fee paid) ✓ Freeman SWD	

● **SENDER: Complete items 1, 2, 3 and 4.**

Put your address in the "RETURN TO" space on the 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 box(es) for service(s) requested.

1. ☒ Show to whom, date and address of delivery.
2. ☐ Restricted Delivery.

3. Article Addressed to:

Mr. James R. Woods
P.O. Box 1417
Socorro, NM 87801

4. Type of Service:

- ☒ Registered ☐ Insured
☐ Certified ☐ COD
☐ Express Mail

Article Number

P241345550

Always obtain signature of addressee at agent and DATE DELIVERED.

5. Signature - Addressee

X

6. Signature - Agent

X

7. Date of Delivery

8. Addressee's Address (ONLY if requested and fee paid)

Freeman SWD

YATES PETROLEUM CORPORATION

207 South 4th Street
ARTESIA, NEW MEXICO 88210

TO

CLAIM CHECK
NO. **930233**

☐ HOLD

DATE

4-9-86

1ST NOTICE

2ND NOTICE

4-14-86

RETURN

4-24-86

Detached from
PS Form 3849-A
Oct. 1980

TO RETURN TO
MAILING SERVICE
RETURN POSTAGE GUARANTEED

Fold at line over top of envelope to the
of the return address.

CERTIFIED

P 241 345 55

MAIL

Called in by Bill Carr 4/4/86

April 30, 1986

Gates Petroleum Corporation

Salt Water Disposal

Lea County

Freeman ACF #1

660/S + W

22-16S-37E

Lower Abo and Upper

Wolfcamp formations

Perforated interval

10,050' to 10,350'