

NEW 'EXICO ENERGY, M' ERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Jennifer A. Salisbury Cabinet Secretary

August 13, 2001

Lori Wrotenbery Director Oil Conservation Division

Yates Petroleum Corporation 105 South Fourth Street Artesia, New Mexico 88210-2118

Attention: Pat Perez

Re: Administrative application for an unorthodox gas well location.



Dear Ms. Perez:

This letter acknowledges the receipt of your administrative application dated August 7, 2001 of an unorthodox Fusselman, Pennsylvanian, Wolfcamp, and Abo gas well location for the plugged and abandoned Phillips Petroleum Corporation's State "1-36" Well No. 1 (API No. 30-005-60755), to be redesignated by Yates Petroleum Corporation as the General "AWL" State Well No. 1, located 660 feet from the East line and 2206 feet from the North line (Unit H) of Section 36, Township 7 South, Range 28 East, NMPM, Chaves County, New Mexico. The Division received your application on August 9, 2001, and assigned it NMOCD application reference No. *pKRV0-122151536*. Please refer to this number in future correspondence with the Division.

Our preliminary review indicates that the information provided in the application is not sufficient to process an administrative order. The following information is necessary:

- (1) reference to, if any, the effected pool or pools name (s) for the Pennsylvanian, Wolfcamp, and Abo intervals;
- (2) a land plat showing or reference to the designated acreage, or spacing units, to be assigned each interval; and
- (3) a completed and signed "Administrative Application Checklist", which is now mandatory for such filings.

Since the submitted information is insufficient to review, the application was ruled as incomplete on August 13, 2001. Please submit the above stated information by Thursday, August 23, 2001.

The Division can not proceed with your application until the required information is submitted. Upon receipt, the Division will continue to process your application. The additional information can be faxed to (505) 476-3471, or mailed to the Division in Santa Fe. If the necessary information is not submitted, your application will be returned to you.

Should you have any questions concerning this matter, please contact me in Santa Fe at (505) 476-3465. Thank you.

Sincerel

Michael E. Stogner Chief Hearing Officer/Engineer

cc: New Mexico Oil Conservation Division – Artesia William F. Carr, Legal Counsel for Yates Petroleum Corporation - Santa Fe