

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

BRUCE KING GOVERNOR LARRY KEHOE

May 16, 1980

RECEIVED

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-2434

MAY 1 9 1980 O. C. D. ARTESIA, OFFICE

Bill

Yates Petroleum Corporation 207 South Fourth Street Artesia, New Mexico 88210

Attention: Mr. Johnny M. Morgan

Gentlemen:

This is with reference to your letter of April 16, 1980, wherein you request approval to retain your Mitchell "IN" Well No. 2 located in Unit I, Section 23, Township 17 South, Range 25 East, Eddy County, New Mexico, as a dual completion with the East Eagle Creek Atoka-Morrow perforation shut-in while disposing of water into the Devonian formation.

This office has no objection to this proposal providing you install a pressure gauge on the tubing-casing annulus and conduct a suitable tracer survey at least once yearly.

Yours very truly,

Johnny Morgan will notify us in time to witness. Corring

JOE D. RAMEY Director

JDR/fd