

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



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

RECEIVED

MAY 23 '90

ARTESIA, OFFICE

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May 22, 1990

Mr. Michael E. Stogner
Energy, Minerals and Natural Resources Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87504

Re: Non-Standard Location
Hill View "AHE" Fed. Com. #3
660' FSL & 1980' FWL
Section 23-T20S-R24E
Eddy County, New Mexico

Dear Mr. Stogner:

Yates Petroleum Corporation requests administrative approval for the non-standard location as provided for under NMOC Rule 104F.

Yates has bought this well from Conoco, Inc. and the well is now producing in the Wolfcamp zone under Administrative Order NSL-1685. We wish to drill out to perforate the Lower Canyon (7654-7660') to the South Dagger Draw Upper Penn zone. The well was drilled by Roger C. Hanks and completed on 5-25-71 at a location of 660' FSL and 1980' FWL in Section 23, Township 20 South, Range 24 East. We feel that for economical and beneficial reasons that to re-enter and deepen this well bore would benefit all. The cost to re-enter and deepen this well will help out the area and the oil patch.

Yates Petroleum Corporation is the operator and or leasehold owner of all the lands surrounding this well. Enclosed please find a copy of a plat (Form C-102) and a lease map with land dedication and well location.

If you need anything further, please let me know. Thank you.

Very truly yours,

YATES PETROLEUM CORPORATION

Ken Beardemphl
Landman

KB/sdf

Enclosures

CC: Oil Conservation Division - Artesia
Attention: Mr. Mike Williams