

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



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

S. P. YATES  
CHAIRMAN OF THE BOARD  
JOHN A. YATES  
PRESIDENT  
PEYTON YATES  
EXECUTIVE VICE PRESIDENT  
RANDY G. PATTERSON  
SECRETARY  
DENNIS G. KINSEY  
TREASURER

June 19, 1990

JUN 21 '90

C. C. D.  
ARTESIA, OFFICE.

Mr. Michael E. Stogner  
Energy, Minerals, and Natural Resources Department  
Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 88210

Re: Non-standard location  
Nopal "AFP" Fed. Com. #1  
660' FSL and 1980' FWL  
Section 35-T19S-R24E  
Eddy County, New Mexico

Dear Mr. Stogner:

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

Yates Petroleum Corporation proposed to drill and test the North Dagger Draw-Upper Pennsylvanian Pool, a 160 acreage spacing and proration unit. With our recompletion of the Morrow well in the W/2 of said Section 35 to a Canyon test and rededication of the well to a 160 acre spacing unit and our interest in Morrow Gas at Yates, we took the Nopal "AFP" Fed. Com. #1 down to test the Morrow. We would like to apply for a Non-standard location for the Morrow zone under the Nopal "AFP" Federal Com. #1 to be the W/2 of said Section 35. We feel that for economical and beneficial reasons that to deepen the well while the rig was on location would be to everyone's advantage and a cost advantage for now and future wells for Yates.

Yates Petroleum Corporation is the operator 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 colored with all our land dedication and well locations.

If you should need anything further, please call. Thank you.

Very truly yours,

YATES PETROLEUM CORPORATION

Ken Beardemphl  
Landman

KB/sdf

Division - Artesia  
Artesia