

YATES BUILDING - 207 SOUTH 4TH ST. ARTESIA,NEW MEXICO - 88210 Mr. W. A. Gressett, District Supervisor Oil Conservation Commission P. O. Drawer DD Artesia, New Mexico 88210 S. P. YATES PRESIDENT MARTIN YATES, ()) VICE PRESIDENT JOHN A. YATES VICE PRESIDENT B. W. HARPER SEC-TREAS.

April 3, 1973

RECEIVED

APR 5 1973

Re: Williamson BC #2-P, Section 7-T-20S-R29E, Burton Yates Pool, Eddy County, New Mexico

O. C. C. ARTESIA, DEFICE

Dear Mr. Gressett:

We changed pumpers on the Williamson BC lease, Burton-Yates, Burton-Delaware Pools on March 1, 1973. It was discovered that the well which has been on production was the No. 1 well, completed in the Delaware formation. The No. 2 well had been credited with the production in error, and corrected Form C-115's are submitted for January and February, 1973. The No. 2 well had not been produced since December 1969.

Our new pumper, Mr. James Monroe, was recently asked to test the No. 2 well, the Yates Sand completion which had been shut in on account of excessive water production, and he was doing this when Mr. Mermis inspected the lease yesterday. The test indicates the Yates completion to be a commercial producer, and it is proposed to return this well to production. We propose to store the produced water in a 500-barrel tank on the lease and to truck the water to Barber Oil, Incorporated, as necessary. We are shutting in the Delaware completion which is proposed for salt water disposal.

A 24-hour test indicated approximately 2.77 BO, 37 BW and negligible gas.

We apologize for the confusion. We have not located the well signs as of this afternoon, and new signs have been ordered.

Will you please assign an allowable of 3 BOPD to this well. Thank you.

Yours very truly,

YATES PETROLEUM CORPORATION

yu

Eddie M. Mahfood Petroleum Engineer

EMM ju