STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE 11 - 11 Cont

POST OFFICE BOX 1980

HOBBS, NEW MEXICO 88241-1980

BRUCE KING GOVERNOR August 14, 1992

(505) 393-6161 (505) 393-6161 AUG I 7 1992

O. C. D.

LAL ASSICE

Yates Petroleum Corporation 105 South 4th Street Artesia, NM 88210

Attn: Juanita Goodlett

RE: Bonneville AKK Federal #2 SL: Unit P, Sec. 24, T21S, R31E - Eddy County BHL: Unit M, Sec. 19, T21S, R32E - Lea County Lost Tank Delaware Pool

Gentlemen:

This is to advise that the above-referenced well which was directionally drilled from an Eddy County surface location to a bottomhole location in Lea County will be assigned an allowable from District I and will appear in the District I oil proration schedule.

We will keep a file for this well in both districts, but state forms, such as C-116 and C-104 should be filed with the Hobbs office.

If you have any questions concerning this, please feel free to call me.

Very truly yours,

OIL CONSERVATION DEVISION

Jerry Sexton Supervisor, District I

JS/ed

cc: Mike Williams OCD - Artesia

DRUG FRE