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SEC .. TREAS

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DEC 8 1980

O. C. D. Artesia, demog

December 8, 1980

Mr. Joe D. Ramey, Secretary-Director ^V New Mexico Oil Conservation Division P.O. Box 2088 Santa Fe, New Mexico 87503

> Re: Lease NM-12829 Chaparral Federal #1 Section 17, T24S, R24E 2310' FNL and 660' FEL Eddy County, NM

Dear Sir:

The above captional well was spudded on April 27, 1974 by American Trading and Production Company under Administrative Order #NSL-659, issued April 12, 1980. This order depicted the Canyon formation as the major objective. Eventually the well was abandoned on June 12, 1974.

Yates Petroleum has since reentered this well and plans to complete it in the Lower Morrow. This leads us to request the Order #NSL-659 be amended to list the Morrow formation as the primary objective and the intermediate formations as secondary objectives.

This lease has to be producable by the end of this year, thus requiring us to ask for an expeditious approval.

Very truly yours,

Yates Petroleum Corporation

Elisino Koluging

Gliserio Rodriguez

GR/rb