

Yates Energy Corporation
Attention: Sharon R. Hamilton
October 22, 1990
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It appears that the Strawn production consistently averages above the one barrel of liquids per day limit as provided for in General Rule 112-A II. required to receive District Supervisor approval. Also, General Rule 112-A. III requires additional engineering data to support such an application. Inasmuch as your application lacked this actual production data and necessary supporting technical data, please supplement the application with this required information.

Furthermore, our records also indicate that the Strawn zone was not covered in Division Administrative Order NSL-2684, dated August 14, 1989, which authorized the well location as unorthodox in the Undesignated East Hess Morrow Gas Pool. Please submit an appropriate application pursuant to General Rule 104.F.

Both matters may be considered administratively provided however that all provisions meet the applicable qualifications.

Should you have any questions concerning this matter, please contact me.

Sincerely,

A handwritten signature in black ink, appearing to read "Michael E. Stogner", written over a horizontal line.

Michael E. Stogner
Chief Hearing Officer/Engineer

MES/ag

cc: **Oil Conservation Division - Artesia**
US Bureau of Land Management - Carlsbad