



**NEW MEXICO ENERGY, MINERALS  
& NATURAL RESOURCES DEPARTMENT**

OIL CONSERVATION DIVISION  
2040 South Pacheco Street  
Santa Fe, New Mexico 87505  
(505) 827-7131

April 5, 2000

**E.G.L. Resources, Inc.**  
**Attention: W. Wesley Perry**  
**214 West Texas Avenue - Suite 900**  
**Midland, Texas 79701**

**Re: *Administrative application dated March 24, 2000 for E.G.L. Resources, Inc.'s proposed Oxy Yates "14" Federal Well No. 11 (API No. 30-015-30802) to be drilled at an unorthodox gas well location for the Undesignated Russell-Lower Yates Gas Pool 2570 feet from the North line and 2425 feet from the West line (Unit F) of Section 14, Township 20 South, Range 28 East, NMPM, Eddy County, New Mexico.***

Dear Mr. Perry:

In reviewing your application I find it necessary for you to provide me with the following: (i) verification that all of Section 14 is one federal lease with common ownership as to the Yates interval; (ii) the applicable federal lease number (s); (iii) the identification of all oil and gas wells that E.G.L. Resources, Inc. or any other operator has drilled or indents to drill to the Yates formation in Section 11 (map, well name and number, footage location, API number, status, etc.); and (iv) a reference to all Division orders approving any non-standard locations on any of these wells or an explanation as to why such authorization has not been sought for any well that does not meet the required setback requirements.

Thank you for your assistance and cooperation in this matter.

Sincerely,

Michael E. Stogner  
Chief Hearing Officer/Engineer

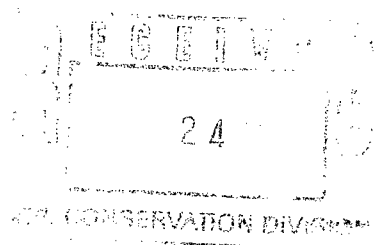
cc: New Mexico Oil Conservation Division - Artesia  
U. S. Bureau of Land Management - Carlsbad



**E. G. L. Resources, Inc.** 214 West Texas, Suite 900 P.O. Box 10886 Midland, Texas 79702 915.687.6560 telephone 915.682.5852 facsimile

April 21, 2000

Mr. Michael E. Stogner  
New Mexico Energy, Minerals & Natural Resources Department  
Oil Conservation Division  
2040 South Pacheco Street  
Santa Fe, NM 87505



Re: **Administrative application dated March 24, 2000 for E.G.L. Resources, Inc.'s proposed Oxy Yates "14" Federal Well No. 11 (API No. 30-015-30802) to be drilled at an unorthodox gas well location for the Undesignated Russell-Lower Yates Gas Pool 2570 feet from the North line and 2425 feet from the West line (Unit F) of Section 14, Township 20 South, Range 28 East, NMPM, Eddy County, New Mexico**

Dear Mr. Stogner:

I apologize for the delay in responding to your letter dated April 5, 2000. I will be out of town until May 2, 2000, and will respond as soon thereafter as possible. Thank you for your consideration and I will contact you just as soon as I possibly can. I am,

Very truly yours,

W. Wesley Perry  
President

WWP:jw  
040400j



E. G. L. Resources, Inc. 214 West Texas, Suite 900 P.O. Box 10886 Midland, Texas 79702 915.687 6560 telephone 915.682.5852 facsimile

May 22, 2000

Michael Stogner  
State of New Mexico  
Oil Conservation Division  
2040 South Pacheco  
Santa Fe, NM 87505

RE: Oxy Yates Fed 14#11  
T-20-S, R-28-E, NMPM  
Section 14 2570' FNL & 2425' FWL  
Eddy County, New Mexico

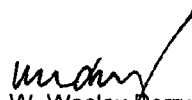
Dear Mr. Stogner:

Reference is made to your letter dated April 5, 2000 regarding the captioned well. First, attached you will find a plat showing the lease numbers and the locations of wells either drilled or planned to be drilled to the Yates Formation. The following is a table delineating said wells:

Well Name	Footage location	API Number	Status
14 #1	660' FSL & 2210' FWL	30012-30516	Producing gas
14 #2	1980' FSL & 1800' FEL	30012-30593	Producing gas
14 #3	2310' FNL & 660' FEL	30012-30594	Producing oil
14 #8	1650' FNL & 990' FEL	30012-30805	Producing oil
14 #12	1650' FNL & 1650' FEL	30012-30803	Producing oil
14 #14	990' FNL & 330' FEL	30012-30804	Producing oil
14 #15	990' FNL & 1650' FEL	30012-30806	Producing oil

All the wells are at standard locations. I apologize for the delay in responding and should you have any questions please contact me. I am,

Very truly yours,

  
W. Wesley Perry  
President



**E. G. L. Resources, Inc.**  
Oil & Gas Producer, Midland, Texas

Subject Section 14 / 20S / 22E Date 5.22.2000

