

Stogner, Michael

From: Stogner, Michael
Sent: Thursday, July 17, 2003 4:26 PM
To: William F. Carr (E-mail)
Cc: Arrant, Bryan
Subject: Yates's Hinkle "ALD" #3

Re: Your application (pKRV0-314336892) on behalf of the operator, Yates Petroleum Corporation, for an unorthodox subsurface oil well location in the North Dagger Draw-Upper Pennsylvanian Pool for its drilled and completed Hinkle "ALD" Well No. 3 (API No. 30-015-28415), in the NE/4 of Section 28-T19S-R25E.

MR. CARR,

I've reviewed your application and the Division's records of this well, I'm still a little confused how this well was actually completed after the lateral drainhole collapsed. Please provide me a wellbore schematic of the present state of this well. Did all of the lateral collapse? Was the drilling window sealed? Thanks.



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

July 30, 2003

Lori Wrotenbery
Director
Oil Conservation Division

Yates Petroleum Corporation
c/o **Holland & Hart LLP**
P. O. Box 2208
Santa Fe, New Mexico 87504-2208

Attention: William F. Carr
wcarr@hollandhart.com

Re: Administrative application for an exception to Rule 5 of the Special Rules and Regulations for the North Dagger Draw-Upper Pennsylvanian Pool, as promulgated by Division Order No. R-4691, as amended, for Yates Petroleum Corporation's existing Hinkle "ALD" Well No. 3 (API No. 30-015-28415) within the NE/4 of Section 28, Township 19 South, Range 25 East, NMPM, Eddy County, New Mexico.

Dear Mr. Carr:

This letter formally acknowledges your administrative application dated May 21, 2003 for the above described well that was drilled and completed at an unorthodox subsurface oil well location in the North Dagger Draw-Upper Pennsylvanian Pool (15472). The Division received your application on May 22, 2003, and assigned it **NMOCD administrative application reference No. pKRV0-314336892**. Please refer to this number in future correspondence with the Division.

On Thursday afternoon, July 17, 2003, I submitted an e-mail to you for additional information to complete this application (see paper copy attached). I realize that you were out of town most of last week and busy with other matters, however to date I have not received a response to this request; therefore, this application is considered to be incomplete.

Approximately two years ago this bureau enacted a policy whereby any incomplete administrative filing older than 30 days is to be withdrawn and returned. This policy, as I understand, was adopted to better serve our customers and help assure a quicker turn around time by this bureau on administrative filings. In order for me to comply with this policy, I must request that Yates Petroleum Corporation submit this supplemental information by Monday, August 11, 2003. Upon receipt, the Division will continue to process your application. The additional information can be faxed to (505) 476-3462, or mailed to the Division in Santa Fe. If the necessary information is not submitted, your application will be returned.

Should you have any questions concerning this matter, please contact Mr. Richard Ezeanyim, Chief of the Division's Engineering Bureau at (505) 476-3467. Thank you.

Sincerely,

Michael E. Stogner
Hearing Officer/Engineer

Stogner, Michael

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Sent: Thursday, July 17, 2003 4:26 PM
To: William F. Carr (E-mail)
Cc: Arrant, Bryan
Subject: Yates's Hinkle "ALD" #3

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Stogner, Michael

From: Stogner, Michael
Sent: Wednesday, July 30, 2003 10:04 AM
To: 'William F. Carr (E-mail)'
Subject: RE: Yates's Hinkle "ALD" #3

Opps.

-----Original Message-----

From: Stogner, Michael
Sent: Wednesday, July 30, 2003 10:02 AM
To: William F. Carr (E-mail)
Subject: Yates's Hinkle "ALD" #3

Re: Your application (pKRV0-314336892) on behalf of the operator, Yates Petroleum Corporation, for an unorthodox subsurface oil well location in the North Dagger Draw-Upper Pennsylvanian Pool for its drilled and completed Hinkle "ALD" Well No. 3 (API No. 30-015-28415), in the NE/4 of Section 28-T19S-R25E.

MR. CARR,

Attached is a letter I am sending over today. Sorry I don't feel I have much choice these days, so don't hold it against me. Thanks.



Yates.33.doc

8-5-2003 ~ 3:00 PM

Talked w/ Bill Carr
about moving on Yates
appl. and about yesterday's
meeting where I was told to
send this appl. back. me?

Stogner, Michael

From: Stogner, Michael
Sent: Wednesday, July 30, 2003 10:02 AM
To: William F. Carr (E-mail)
Subject: Yates's Hinkle "ALD" #3

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Yates, 33.2

NEW MEXICO ENERGY, MINERALS and CC
NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop
Cabinet Secretary

August 12, 2003

Lori Wrotenbery
Director

Oil Conservation Division

Yates Petroleum Corporation
c/o Holland & Hart LLP
P. O. Box 2208
Santa Fe, New Mexico 87504-2208

Attention: William F. Carr
wcarr@hollandhart.com

Re: Administrative application of May 22, 2003 for an exception to Rule 5 of the Special Rules and Regulations for the North Dagger Draw-Upper Pennsylvanian Pool, as promulgated by Division Order No. R-4691, as amended, for Yates Petroleum Corporation's existing Hinkle "ALD" Well No. 3 (API No. 30-015-28415) within the NE/4 of Section 28, Township 19 South, Range 25 East, NMPM, Eddy County, New Mexico (administrative application reference No. pKRV0-314336892).

Dear Mr. Carr:

On Thursday afternoon, July 17, 2003, I submitted an e-mail to you for additional information to complete this application. On July 30, 2003 I followed up my request with a letter. On Tuesday afternoon, August 5, 2003, we discussed this matter.

To reiterate, approximately two years ago this bureau enacted a policy whereby any incomplete administrative filing older than 30 days is to be withdrawn and returned. This policy, as I understand, was adopted to better serve our customers and help assure a quicker turn around time by this bureau on administrative filings. To date Yates Petroleum Corporation has not submitted the needed supplemental data necessary to complete this application; therefore, this application is deemed incomplete and in order to fully comply with our policy, your application is hereby **denied**. I am returning it to you at this time.

Should you have any questions concerning this matter, please contact Mr. Richard Ezeanyim, Chief of the Division's Engineering Bureau at (505) 476-3467. Thank you.

Sincerely,

Michael E. Stogner
Hearing Officer/Engineer