



YATES BUILDING - 207 SOUTH 4TH ST.
ARTESIA, NEW MEXICO - 88210

S. P. YATES
PRESIDENT
MARTIN YATES, III
VICE PRESIDENT
JOHN A. YATES
VICE PRESIDENT
B. W. HARPER
SEC. - TREAS.

NOV 29 1976
SANTA FE
NATURAL CONSERVATION COMM.

NSL-816
104 F
Blue Rec 17

November 24, 1976

Mr. Joe D. Ramey, Secry-Director
N.M.O.C.C.
P.O. Box 2088
Santa Fe, New Mexico 87501

RE: Non-Standard Gas Well Spacing
1650/N 630/E Sec 14-21S-22E
Eddy County, New Mexico

Dear Sir:

1650' ANL & 630' FEL

Yates Petroleum Corporation seeks administrative approval of a non-standard gas well location for its Hilliard "BF" Federal No. 1, a re-entry and deepening, now completed in the Morrow. The well was originally drilled to the Canyon formation, tested dry and plugged.

The well site is on the west side of a ridge with a steep dip into Stinking Draw, see topographic plat attached hereto. A lease ownership plat is also enclosed, and offset operators are notified by copy of this application.

Yours very truly,

YATES PETROLEUM CORPORATION

Eddie M. Mahfood
Engineer

EMM/pt
Encls.

cc: Inexco
Yates Petroleum Corporation is operator of Northwest Indian Basin Unit.

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

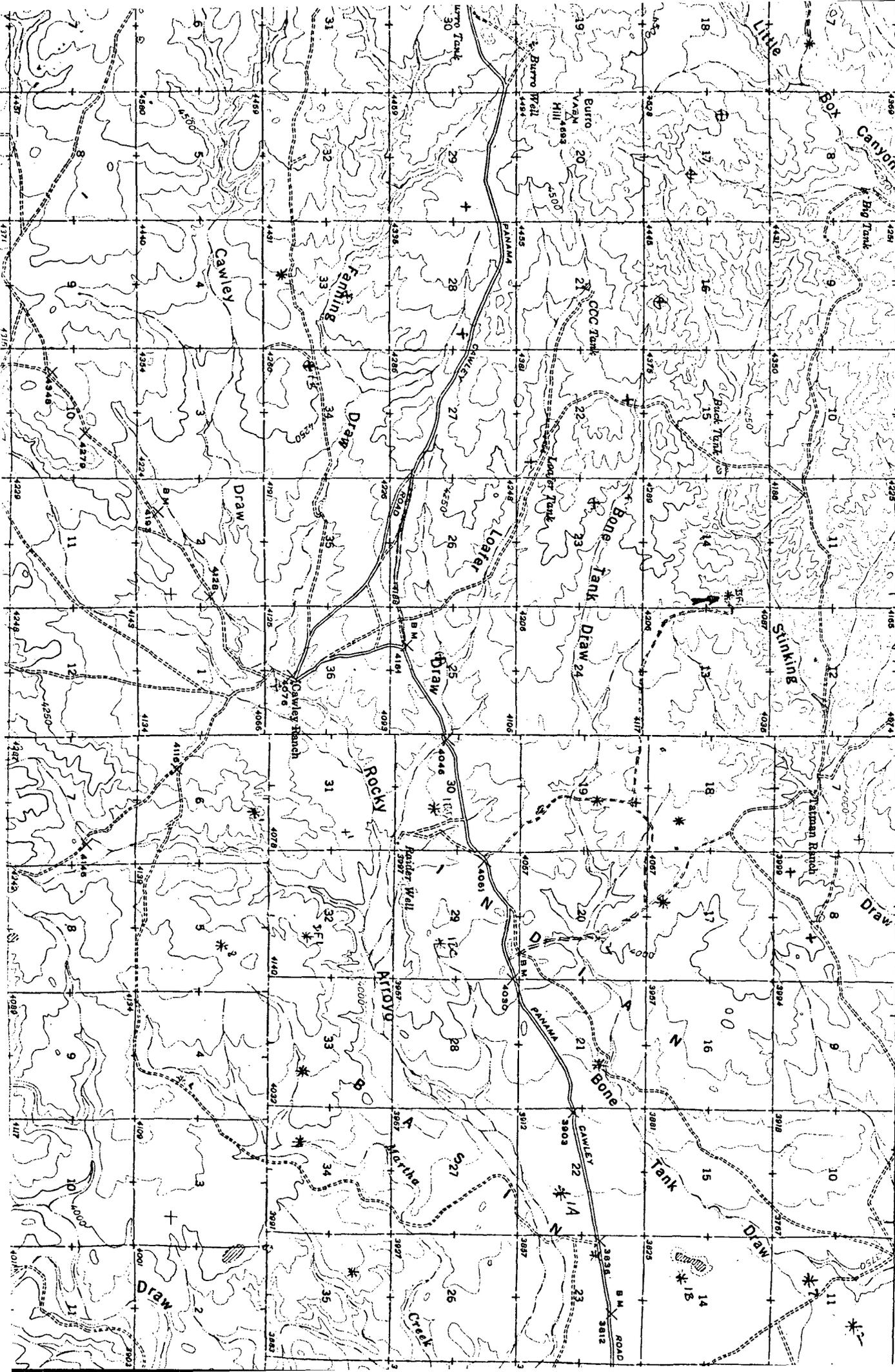
1:50,000 FEET

R 22 E

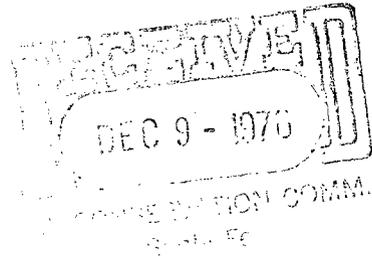
40'

R 23 E

35'



OIL CONSERVATION COMMISSION
Artesia DISTRICT



OIL CONSERVATION COMMISSION
BOX 2088
SANTA FE, NEW MEXICO

DATE 12-8-76

RE: Proposed MC _____
Proposed DHC _____
Proposed NSL X _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

Gentlemen:

I have examined the application dated 11-24-76
for the Gates Petr. Corp. Hilliard B.F. Fed. #1 H-14-21-22
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

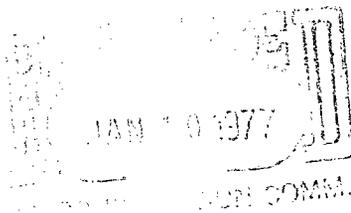
Approval

Yours very truly,

W. A. Gessert



NSL-816



January 5, 1977

Joe D. Ramey, Secretary-Director
N.M.O.C.C.
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Non-Standard Gas Well Spacing
1650/N 630/E, Sec. 14, 21S-22E

No. Arroyo NM-135
Eddy County, New Mexico

Dear Sir:

This is to advise you that Inexco Oil Company has not and does not object to the request of Yates Petroleum Corporation to you in its letter of November 24, 1976.

Such written response may not actually be required except where parties wish to object to non-standard spacing, but it seems appropriate to me to comment.

This notice was received by a technical division of the Company who voiced no objection and referred this to me today for handling.

If you require anything further, please advise me.

Yours very truly,

INEXCO OIL COMPANY

Sam S. Reeves, Jr.
Sam S. Reeves, Jr.
Area Landman

SSR/var
cc: Yates Petroleum Corporation
Attn: Eddie M. Mahfood