

(e) At the request of any interested person or upon the Division's own initiative, any pooling application submitted shall be set for full hearing with oral testimony by the applicant. [Rn, 19 NMAC 15.N.1207.A.(4), 7-15-99; A, 7-15-99]

(2) Unorthodox Well Locations: [1-1-87...2-1-96; Rn, 19 NMAC 15.N.1207.A.(5), 7-15-99; A, 7-15-99]

(a) Definition: "Affected persons" are the following persons owning interests in the adjoining spacing units:

1. the Division-designated operator;
2. in the absence of an operator, any lessee whose interest is evidenced by a written document of conveyance either of record or known to the applicant as of the date the application is filed; and
3. in the absence of an operator or lessee, any mineral interest owner whose interest is evidenced by a written document of conveyance either of record or known to the applicant as of the date the application was filed.

In the event the operator of the proposed unorthodox well is also the operator of an existing adjoining spacing unit and ownership is not common between the adjoining spacing unit and the spacing unit containing the proposed unorthodox well, then "affected persons" include all working interest owners in that spacing unit. [1-1-87...2-1-96; N, 7-15-99]

(b) If the proposed location is unorthodox by being located closer to the outer boundary of the spacing unit than permitted by rule, notice shall be given to the affected persons in the adjoining spacing units towards which the unorthodox location encroaches. [Rn, 19 NMAC 15.N.1207.A.(5).(a), 7-15-99, A, 7-15-99]

(c) If the proposed location is unorthodox by being located in a different quarter-quarter section or quarter section than provided in special pool orders, notice shall be given to all affected persons. [Rn, 19 NMAC 15.N.1207.A.(5).(a), A, 7-15-99]

*re filing completed
new surchance date 1-29-2003*



FAX

Date: Thursday, January 09, 2003

Number of pages including cover sheet: 8

To:

Michael Stogner

NM Oil Conservation Division-

Phone: _____

Fax phone: 505-476-3462

From:

Bob Asher

105 South Fourth Street

Artesia, New Mexico 88210

Phone: 505-748-4364

Fax phone: 505-748-4572

REMARKS: Urgent For your review Reply ASAP Please comment

The following offset operators have been notified per your letter dated 1/6/2003 to Cy Cowan,
hard copy to be mailed.

Thank you, Bob Asher.

MARTIN YATES, III
1912 - 1985
FRANK W. YATES
1936 - 1986



105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210-2118
TELEPHONE (505) 748-1471

S. P. YATES
CHAIRMAN OF THE BOARD
JOHN A. YATES
PRESIDENT
PEYTON YATES
EXECUTIVE VICE PRESIDENT
RANDY G. PATTERSON
SECRETARY
DENNIS G. KINSEY
TREASURER

January 3, 2003

TO: Addressee List Attached

Certified Mail
Return Receipt Requested

RE: Offset Operator/Leasehold Notification
Unorthodox Location
Rojo Stripe BAR Federal #1
Township 20 South, Range 23 East
Section 18: 460' FSL & 635' FWL
Eddy County, New Mexico

Gentlemen:

Yates Petroleum Corporation has been advised by the Artesia office of the Oil Conservation Division that the Rojo Stripe BAR Federal #1 well is located at an unorthodox location which is described above. This location does not comply with existing special rules for the Wildcat Chester Gas Pool which states that no well shall be located closer than 660' feet from an outer boundary of a 320 acre spacing unit. Yates was required by the Bureau of Land Management to move this location to the unorthodox location because of topographic reasons.

If you have no objections to this unorthodox location please signify your approval by signing one copy of this letter in the space provided below and returning same to the undersigned. Any objection must be filed in writing with the New Mexico Oil Conservation Division within twenty (20) days from the date of this notice.

The undersigned hereby waives any objection to the unorthodox location of Yates Petroleum Corporation's Rojo Stripe BAR Federal #1.

Very truly yours,

YATES PETROLEUM CORPORATION

Cy Cowan
Regulatory Agent

Company: _____

Name: _____

Title: _____

Date: _____

***Notification List of Offset
Operator/leasehold Owners***

Unorthodox Location
Rojo Stripe BAR Federal #1
Township 20 South, Range 23 East
Section 18: 460' FSL and 635' FWL
Eddy County, New Mexico

BP American Production Company
501 Westlake Park Blvd
WLI-Room 6.199
Houston TX, 77079
Attention: Lee M. Scarborough

Nearburg Producing Company
3300 North "A" Bldg. 2 Ste 120
Midland, TX 79705-5421
Attention: Duke Roush

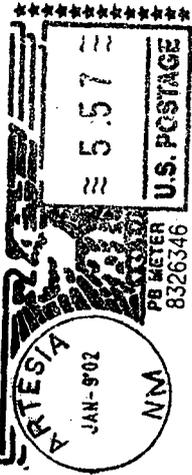
Trilogy Operating Inc.
P.O. Box 7606
Midland, TX 79708
Attention: Jerry Weant

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Trilogy Operating Inc.
 P.O. Box 2606
 Midland, TX 79701
 Attention: Jerry Weant

Attention: Jerry Weant



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 ARTESIA, NEW MEXICO 88210-2118

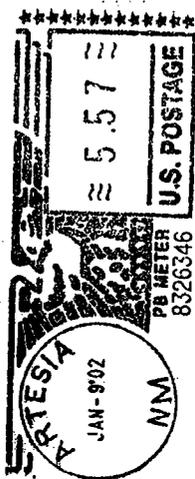
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Neaburg Producing Company 3900 North 'A' Bldg 2 Ste 210 Midland, TX 79705-5421 Attention: Duke Roush		

Midland, TX 79705-5421
 Attention: Duke Roush

PS Form 3800, January 2001 See Reverse for Instructions



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 ARTESIA, NEW MEXICO 88210-2118

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