



February 23, 2004

HAND DELIVERY

Ms. Lori Wrotenbery, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

RECEIVED

FEB 24 2004

Oil Conservation Division
1220 S. St. Francis Drive
Santa Fe, NM 87505

Case 13230

**Re: Amended Application of Yates Petroleum Corporation for
approval of a unit agreement, Chaves County, New Mexico.**

Dear Ms. Wrotenbery:

Enclosed in triplicate is the Amended Application of Yates Petroleum Corporation in the above-referenced case as well as a copy of the legal advertisement. Yates Petroleum Corporation requests that this matter be placed on the March 4, 2004 Examiner Hearing docket.

Very truly yours,

William F. Carr

Enclosures

cc: Mr. Charles Moran
Yates Petroleum Corporation
105 South Fourth Street
Artesia, New Mexico 88210-2118

STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES
OIL CONSERVATION DIVISION

RECEIVED

FEB 24 2004

APPLICATION OF YATES PETROLEUM
CORPORATION FOR APPROVAL
OF A UNIT AGREEMENT,
CHAVES COUNTY, NEW MEXICO.

Oil Conservation Division
1220 S. St. Francis Drive
Santa Fe, NM 87505
CASE NO. 13230

AMENDED APPLICATION

YATES PETROLEUM CORPORATION ("Yates"), through its undersigned attorneys, hereby makes application for an order approving its Dice State Exploratory Unit and in support of this application states:

1. The proposed Unit Area for the Dice State Exploratory Unit consists of 3,840.00 acres, more or less, of State of New Mexico lands, situated in Chaves County, New Mexico. The horizontal limits of said unit are described as follows:

Township 10 South, Range 26 East, N.M.P.M.

Section 10:	All
Sections 14 and 15:	All
Sections 22 and 23:	All
Section 27:	All

2. The Unit Agreement has been approved by a sufficient percentage of the interest owners within the proposed Unit Area to provide effective control of unit operations.

3. The Applicant, Yates Petroleum Corporation, is designated as Unit Operator in said Unit Agreement and all oil and gas in the all formations are unitized.

4. The proposed Unit Area covers all of the geological structures or anomaly from the top of the San Andres formation to a depth of approximately 6,430 feet in the Pre-Cambrian formation.

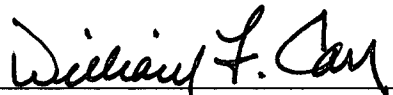
5. Said Unit Agreement and the unitized operation and management of the Unit Area will be in the interest of conservation and the prevention of waste, and that it will protect the correlative rights of all parties concerned.

WHEREFORE, Yates Petroleum Corporation requests that this amended application be set for hearing before an Examiner of the Oil Conservation Division on March 18, 2004, that notice be given as required by law and the rules of the Division, and that the Dice State Exploratory Unit be approved.

Respectfully submitted,

HOLLAND & HART, LLP

By:



WILLIAM R. CARR

Post Office Box 2208

Santa Fe, New Mexico 87504

Telephone: (505) 988-4421

ATTORNEYS FOR YATES PETROLEUM
CORPORATION

CASE NO. 13230:

Amended Application of Yates Petroleum Corporation for approval of a Unit Agreement, Chaves County, New Mexico. Applicant seeks approval of the Dice State Exploratory Unit for all formations from the top of the San Andres formation to an approximate depth of 6430 feet in the Pre-Cambrian formation in an area comprising 3840.00 acres, more or less, of State of New Mexico lands in Sections 10, 14, 15, 22, 23 and 27, Township 10 South, Range 26 East, NMPM which is located approximately 12 miles east of Roswell, New Mexico.

RECEIVED

STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES
OIL CONSERVATION DIVISION

Oil Conservation Division
1220 S. St. Francis Drive
Santa Fe, NM 87505

APPLICATION OF YATES PETROLEUM
CORPORATION FOR APPROVAL
OF A UNIT AGREEMENT,
CHAVES COUNTY, NEW MEXICO.

CASE NO. 13227
30

APPLICATION

YATES PETROLEUM CORPORATION ("Yates"), through its undersigned attorneys, hereby makes application for an order approving its Dice State Exploratory Unit and in support of this application states:

1. The proposed Unit Area for the Dice State Exploratory Unit consists of 3,840.00 acres, more or less, of State of New Mexico lands, situated in Chaves County, New Mexico. The horizontal limits of said unit are described as follows:

Township 10 South, Range 26 East, N.M.P.M.

Section 10:	All
Sections 14 and 15:	All
Sections 22 and 23:	All
Section 27:	All

2. The Unit Agreement has been approved by a sufficient percentage of the interest owners within the proposed Unit Area to provide effective control of unit operations.

3. The Applicant, Yates Petroleum Corporation, is designated as Unit Operator in said Unit Agreement and all oil and gas in the all formations are unitized.

4. The ~~proposed~~ Unit Area covers all of the geological structures or anomaly from the base of the ~~Queen~~ formation to a depth of approximately 6,430 feet in the Pre-Cambrian formation.

5. Said Unit Agreement and the unitized operation and management of the Unit Area will be in the interest of conservation and the prevention of waste, and that it will protect the correlative rights of all parties concerned.

WHEREFORE, Yates Petroleum Corporation requests that this application be set for hearing before an Examiner of the Oil Conservation Division on March 4, 2004, that notice be given as required by law and the rules of the Division, and that the Dice State Exploratory Unit be approved.

Respectfully submitted,

HOLLAND & HART, LLP

By: 

WILLIAM F. CARR

Post Office Box 2208

Santa Fe, New Mexico 87504

Telephone: (505) 988-4421

ATTORNEYS FOR YATES PETROLEUM
CORPORATION

CASE NO. 132³⁰~~27~~

Application of Yates Petroleum Corporation for approval of a Unit Agreement, Chaves County, New Mexico. Applicant seeks approval of the Dice State Exploratory Unit for all formations from the base of the ~~Queen~~ formation to an approximate depth of 6430 feet in the Pre-Cambrian formation in an area comprising 3840.00 acres, more or less, of State of New Mexico lands in Sections 10, 14, 15, 22, 23 and 27, Township 10 South, Range 26 East, NMPM which is located approximately 12 miles east of Roswell, New Mexico.