

LAW OFFICES

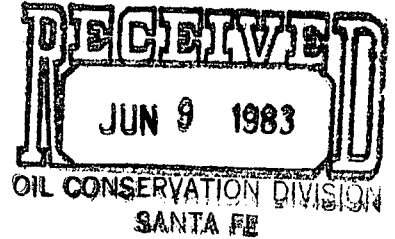
LOSEE, CARSON & DICKERSON, P. A.

A. J. LOSEE  
JOEL M. CARSON  
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300 AMERICAN HOME BUILDING  
P. O. DRAWER 239  
ARTESIA, NEW MEXICO 88211-0239

AREA CODE 505  
746-3508

June 6, 1983



Mr. Richard Stamets, Examiner  
Energy and Minerals Department  
Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Re: Case No. 7871  
5/25/83 Examiner Hearing  
Yates Petroleum Corporation  
Exception to Rule 104.C.I.  
Eagle Creek - San Andres Pool  
Eddy County, New Mexico

Dear Mr. Stamets:

Enclosed, enclosed please find three copies of the proposed Order in connection with the captioned matter which we have revised.

Thank you.

Sincerely yours,

LOSEE, CARSON & DICKERSON, P.A.

A handwritten signature in cursive script, appearing to read "Chad Dickerson".

Chad Dickerson

CD:pvm  
Enclosure

cc w/enclosure: Yates Petroleum Corporation

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
DIVISION FOR THE PURPOSE OF  
CONSIDERING:

CASE NO. 7871

Order No. R-\_\_\_\_\_

APPLICATION OF YATES PETROLEUM  
CORPORATION FOR AN EXCEPTION  
TO RULE 104.C.I

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on May 25, 1983, at Santa Fe, New Mexico, before Examiner Richard Stamets.

NOW, on this \_\_\_\_\_ day of June, 1983, the Division Director, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Yates Petroleum Corporation, seeks an exception to Rule 104.C.I to permit applicant to develop its Eagle Creek - San Andres Pool with five wells on each 40-acre tract in a five-spot pattern.

(3) The subject wells are located on portions of the following lands in Eddy County, New Mexico:

Township 17 South, Range 25 East, N.M.P.M.

Sections 13, 14, 15, 16, 21, 22,  
23, 24, 25, 26, 27, 28

(4) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the oil in the subject pool, will result in the recovery

-2-

Case No. 7871

Order No. R-

of oil that would otherwise not be recovered, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That an exception to Rule 104.C.I is hereby approved, and applicant may develop its Eagle Creek - San Andres Pool with five wells on each 40-acre tract, in a five-spot pattern; provided that one of such five wells shall be located within 100 feet of the center of each governmental quarter-quarter.

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

JOE D. RAMEY,  
Director

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

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