



CASE 11806 REOPENED:

Application of Yates Petroleum Corporation to Re-open Case 11806, Order No. 10845, for compulsory pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order pooling all mineral interests from 100 feet below the Loco Hills Sand formation to the top of the Mississippian formation in all formations developed on 320-acre spacing underlying the W/2, including the Sand Tank-Morrow Gas Pool; in all formations developed on 160-acre spacing underlying the NW/4; and in all formations developed on 40-acre spacing underlying the SE/4 NW/4 of Section 1, Township 18 South, Range 29 East. Said unit is to be dedicated to the Cerritos APT Federal Com Well No. 1 located 1980 feet from the North and West lines (Unit F) 487 feet from the South line and 1270 feet from the East line of Section 1 to test all formations from the surface to the base of the Morrow formation. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well. Said area is located approximately 20 miles east of Artesia, New Mexico.



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

July 16, 1997

CAMPBELL, CARR & BERGE, P.A.
Attorneys At Law
Post Office Box 2208
Santa Fe, New Mexico 87504

Attn: Bill Carr

RE: CASE NO. 11806
ORDER NO. R-10845

Dear Sir:

Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.

Sincerely,


Sally E. Martinez
Administrative Secretary

cc: BLM - Carlsbad
Taxation & Revenue Dept.