STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

BRUCE KING GOVERNOR

November 9, 1994

2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

Mr. William F. Carr Campbell, Carr, Berge & Sheridan Attorneys at Law Post Office Box 2208 Santa Fe, New Mexico 87504-2208

Dear Mr. Carr:

Based upon the reasons stated in your letter of November 8, 1994, and in accordance with the provisions of Division Order No. R-9896, Yates Petroleum Corporation is hereby granted a further extension of time until May 15, 1995, in which to commence injection operations in the waterflood project approved by said order.

Sincerely,

WILLIAM J. LEMAY

Director

fd/

cc: V Case No. 10711 OCD - Artesia

CAMPBELL, CARR, BERGE & SHERIDAN, P.A.

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November 8, 1994

HAND-DELIVERED

William J. LeMay, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
2040 South Pacheco
Santa Fe. New Mexico 87503

8 1993 ERV SIVISI

Re: Oil Conservation Division Case No. 10711:

Application of Yates Petroleum Corporation for approval of a Waterflood Project, Eddy County, New Mexico

Dear Mr. LeMay:

On May 18, 1993, the Division entered Order No. R-9896 in the above-referenced case granting the application of Yates Petroleum Corporation to institute a waterflood project in its Creek "AL" Federal Lease. Order Paragraph 15 provides that the injection authority granted by this Order will terminate one year after the effective date of Order No. R-9896 (May 18, 1994), if injection operations have not been commenced by that time unless the Division has granted an extension of this Order for good cause shown upon written request of the operator. On April 14 of this year, Yates requested and received an extension of this Order through November 15, 1994.

Yates Petroleum Corporation plans to implement this waterflood project and is cooperating with Hanson Operating Company, Inc. to implement Hanson's adjoining Benson Shugart Waterflood Unit Project. While recent oil prices made it imprudent to implement waterflood operations on the Creek "AL" Federal Lease, Yates has decided to go forward with this project during the next six months. Accordingly, pursuant to the provisions of Order Paragraph No. 15 of Order No. R-9896, Yates Petroleum Corporation hereby requests an extension of the time within which to commence injection operations pursuant to this Order through May 15, 1995.

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William J. LeMay, Director Oil Conservation Division New Mexico Department of Energy, Minerals and Natural Resources November 8, 1994 Page 2

Your attention to this request is appreciated.

Very truly yours,

WILLIAM F. CARR

ATTORNEY FOR YATES PETROLEUM CORPORATION

WFC:mlh

cc: Theresa Sloan

STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

BRUCE KING GOVERNOR 2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

November 9, 1994

Mr. Steve Hartman, Director The University of Texas System University Lands West Texas Operations P. O. Box 553 Midland, Texas 79702-0553

Dear Steve:

As usual it was good getting back to Midland and visiting with old friends and feeling the pulse of Permian Basin activity. In regard to your request for written material on my talk, I regret that I do not have any -- only notes. Sorry. Thanks again for the invite.

Sincerely,

William J. LeMay

Director

WJL/sl

Academic Component Institutions:
The University of Texas at Addington
The University of Texas at Austin
The University of Texas at Mountille
The University of Texas at Browniville
The University of Texas at Dallas
The University of Texas at Pallas
The University of Texas at Pallas
The University of Texas of the Permian Basin
The University of Texas of the Permian Basin
The University of Texas at San Antonio
The University of Texas at San Status of Texan Cultures at San Antonio
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Health Component Institutions:

The University of Texas Southwestern Medical Center at Dallas
The University of Texas Medical Branch at Galveston

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THE UNIVERSITY OF TEXAS SYSTEM

UNIVERSITY LANDS **WEST TEXAS OPERATIONS** P. O. BOX 553 MIDLAND, TEXAS 79702-0553

STEPHEN HARTMANN DIRECTOR

915/684-5886 OR 684-4404 FAX (915) 682-7456

November 3, 1994

Mr. William J. Lemay New Mexico Oil Conservation Division P.C. Box 2088 Santa Fe, NM 87504

Dear Bill:

Our 1994 Environmental Seminar was a great success; and to a very large extent that success was because of you! Thank you very much for your participation and your willingness to fit "environmental needs" into your busy schedule. Your message was excellent!

We have had many requests for your talk. If you are willing to allow the attendees to have it (and you already have something in writing prepared) please mail us a copy that can be reproduced and we will mail it for you.

thank you for being a part of the "Permian Basin Environmental Conference '94 Solutions to Regulations."

Very truly yours,

Steve Hartmann

Director, University Lands

West Texas Operations

SH/sbm

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