

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



105 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210  
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

December 10, 1990

CERTIFIED RETURN RECEIPT

Santa Fe Energy  
500 W. Illinois  
Suite 500  
Midland, TX 79702

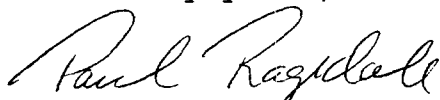
Re: Request for Authorization to Inject  
Mimosa AHS Federal #1  
1980' FSL & 810' FEL  
Sec 4-T20S-R24E  
Eddy County, NM

Gentlemen:

Yates Petroleum notified you by letter of November 7, 1990 of the proposed plan to convert the referenced Mimosa AHS Federal #1 into a disposal well. The proposed zones for injection were the Mississippian, Devonian and Ellenberger formations at a depth of 9515' to 11,150'. In addition to these zones, Yates now proposes to include the Morrow formation at a depth of 8925' to 8940' as a zone for injection. This zone was perforated, acidized and fracture treated but proved unproductive. It is our intention to inject into all of the zones through 3-1/2" lined tubing and a nickel-plated packer set at 8888'.

Yates has requested that our application to inject be amended to include this zone. If your company has an objection to this amendment please notify the N.M.O.C.D. in Santa Fe within 15 days from receipt of this letter. If you need further information please contact me.

Sincerely yours,

  
Paul Ragsdale

PR/sj

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January 3, 1991

N. M. Energy & Minerals Department  
Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87504

ATTN: David Catanach

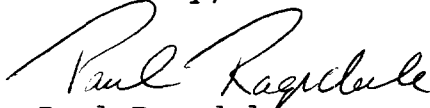
RE: Mimosa AHS Fed #1  
1980 FSL & 810 FEL  
Sec 4-T20S-24E  
Eddy County, NM

Gentlemen:

Yates Petroleum respectfully requests that the letter of December 10, 1990 be withdrawn and that the authorization to inject be approved as originally submitted. The Morrow formation will be squeezed, drilled out and pressure tested. Please remove Case 10204 from the docket for the scheduled hearing of Thursday, January 11th.

We appreciate your cooperation in this matter.

Sincerely,

  
Paul Ragsdale

xc: NMOCD - Artesia

*Handwritten:* CASE FILE - 10204



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

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

CASE NO. 10204  
Order No. R-9409

APPLICATION OF YATES PETROLEUM  
CORPORATION FOR SALT WATER  
DISPOSAL, EDDY COUNTY, NEW  
MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on January 10, 1991, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 15th day of January, 1991, the Division Director, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

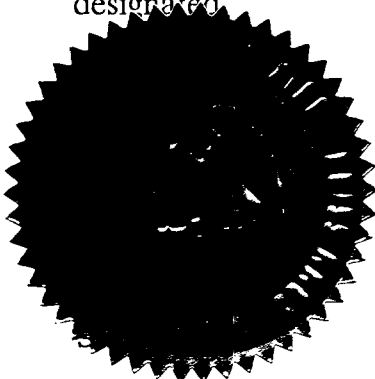
FINDS THAT:

The applicant's request for dismissal should be granted.

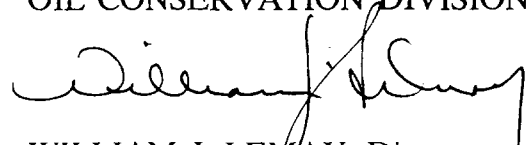
IT IS THEREFORE ORDERED THAT:

Case No. 10204 is hereby dismissed.

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



STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

  
WILLIAM J. LEMAY, Director