

BEFORE THE
OIL CONSERVATION DIVISION
NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS

IN THE MATTER OF THE APPLICATION
OF YATES PETROLEUM CORPORATION FOR
COMPULSORY POOLING, ROOSEVELT COUNTY,
NEW MEXICO.

Case 8711

APPLICATION

Comes now, YATES PETROLEUM CORPORATION, by and through its undersigned attorneys and, as provided by Section 70-2-17, N.M.S.A. (1978), hereby makes application for an order pooling all of the mineral interests from the surface to the top of the Pre-Cambrian formation, in and under the S/2 of Section 27, Township 2 South, Range 29 East, N.M.P.M., Roosevelt County, New Mexico, and in support thereof would show the Division:

1. Applicant owns or represents approximately 62% of the working interest in and under the S/2 of Section 27, and applicant has a right to drill thereon.
2. Applicant proposes to dedicate the above-referenced pooled unit to a well to be drilled at an orthodox location 1980 feet from the South and East lines of said Section 27.
3. Applicant has sought and obtained either voluntary agreement for pooling or farmout from all other interest owners in the S/2 of said Section 27, except for those listed on Exhibit A attached hereto.

4. Said pooling of interests and well completion will avoid the drilling of unnecessary wells, will prevent waste and will protect correlative rights.

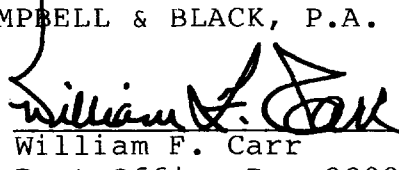
5. In order to permit the applicant to obtain its just and fair share of the oil and gas underlying the subject lands, the mineral interests should be pooled, and applicant should be designated the operator of the well to be drilled.

WHEREFORE, applicant prays that this application be set for hearing before a duly appointed Examiner of the Oil Conservation Division on September 25, 1985, and that after notice and hearing as required by law, the Division enter its order pooling the lands, including provisions for applicant to recover its costs of drilling, equipping and completing the well, its costs of supervision while drilling and after completion, including overhead charges, and imposing a risk factor for the risk assumed by the applicant in drilling, completing and equipping the well, approving the location of the well as proposed by applicant, and making such other and further provisions as may be proper in the premises.

Respectfully submitted,

CAMPBELL & BLACK, P.A.

By


William F. Carr

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ATTORNEYS FOR YATES PETROLEUM
CORPORATION

EXHIBIT A

H. W. Taylor Estate c/o Ellie H. Taylor 211 Sumit Ridge Drive Rockwell, Texas	.041667% WI
E. H. and Rosemary Holcomb 1408 Brandywine Drive Tyler, Texas 75703	.028906% WI
Joe and Verna Canon 2003 Boyd Avenue Midland, Texas 79701	.028906% WI
R. B. Cowden Estate and Barbara Faye Cowden Estate c/o Edwin H. Magruder, Jr. 200 W. Illinois, Suite 110 Midland, Texas 79701	.046875% WI
Bonnie H. Morrison Bruce K. Matlock Estate c/o Post Office Box 447 Roswell, New Mexico 88201	.059064% WI
Texaco, Inc. Post Office Box 2100 Denver, Colorado 80201 ATTN: Ret H. Caltridder	.049394% WI
Norma Jean Dean USAED EUDCD-EP APO New York, NY 09757	.015630% WI
Sue Ann Stoltenberg Campbell 1603 Humbell Midland, Texas 79701	.005859% WI
Lynne W. Stoltenberg Ray 31 Saddle Club Drive Midland, Texas 79705	.005859% WI
June D. Speight c/o Post Office Drawer 1687 Lovington, New Mexico 88260	.059010% WI

AMAX Petroleum Corp.
Post Office Box 42806
Houston, Texas 77042
ATTN: Mr. J. Kinton Holiday

.039063% WI

Robert E. LeBland
Address Unknown

.003906% WI