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May 22, 1984

Mr. Joe D. Ramey Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87501

"Hand Delivered"

Case 8235

Re: Yates Petroleum Corporation

Dear Mr. Ramey:

Please set the enclosed application for the Examiner Hearing now docketed for June 20, 1984.

/ery truly yours

W. Thomas Kellahin

WTK:ca Enc.

cc: Mr. Scott Wilson
Rio Pecos Corporation
212 American Home Building
Artesia, New Mexico 88210

RECEIVED

MAY 24 1984

OIL CONSERVATION DIVISION

STATE OF NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS OIL CONSERVATION DIVISION

RECEIVED

MAY 24 1984

IN THE MATTER OF THE APPLICATION YATES PETROLEUM CORPORATION, FOR APPROVAL OF AN UNORTHODOX WELL LOCATION, LEA COUNTY, NEW MEXICO.

OIL CONSERVATION DIVISION CASE: 8235

APPLICATION

Comes now YATES PETROLEUM CORPORATION, by and through its attorneys, Kellahin & Kellahin, and applies to the New Mexico Oil Conservation Division for approval of an unorthodox well location in the Casey - Strawn Pool at a location 2310 feet from the East and North of Section 27, T16S, R37E, NMPM, Lea County, New Mexico, for a dedication of the W/2 NE/4 of said section, and in support thereof would show:

- 1. Applicant is the operator of the in Section 27, T16S, R37E, NMPM, Lea County, New Mexico.
- 2. Applicant proposes to drill a well to test the Casey Strawn Oil Pool at a total depth of approximately 11,800 feet and to dedicate W/2 NE/4 of said Section 27 to the well.
- 3. Applicant proposes to drill the well at a surface location 2310 feet from the East and North of said Section 27.

4. That approval of the application will be in the best interests of conservation, the prevention of waste and the protection of correlative rights.

WHEREFORE, the applicant requests that the application be set for hearing and that after hearing the application be granted as requested.

Kellahin & Kellahip

W. Thomas Wellahin

P. O. Box 2265

Santa Fe, New Mexico 87501

(505) 982-4285

Attorneys for Applicant