

LAW OFFICES

LOSEE, CARSON & DICKERSON, P. A.

300 AMERICAN HOME BUILDING

P. O. DRAWER 239

ARTESIA, NEW MEXICO 88211-0239

A. J. LOSEE

JOEL M. CARSON

CHAD DICKERSON

DAVID R. VANDIVER

ELIZABETH LOSEE

REBECCA DICKERSON

AREA CODE 505

746-3508

July 19, 1984

JUL 20 1984

RECEIVED

Case 8363

Energy and Minerals Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Flatsedge "ZR" Federal No. 1 Well

Gentlemen:

Enclosed for filing, please find three copies of an Application of Yates Petroleum Corporation for an Exception to Special Pool rules and Regulations for the Bluitt-San Andres Associated Pool.

We ask that this Application be set for hearing before an Examiner, and that we be furnished with a docket of said hearing.

Thank you.

Sincerely yours,

LOSEE, CARSON & DICKERSON, P.A.



Chad Dickerson

CD:pvm
Enclosure

cc: Yates Petroleum Corporation

BEFORE THE OIL CONSERVATION DIVISION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION :
OF YATES PETROLEUM CORPORATION FOR :
AN EXCEPTION TO SPECIAL POOL RULES :
AND REGULATIONS FOR THE BLUITT-SAN :
ANDRES ASSOCIATED POOL :
_____ :

CASE NO. 8303

APPLICATION

COMES NOW Yates Petroleum Corporation, by its attorneys, and in support hereof, respectfully states:

1. Applicant is the operator of the San Andres formation, underlying:

Township 8 South, Range 38 East, N.M.P.M.

Section 21: N/2 NW/4

containing 80 acres, more or less,
in Roosevelt County, New Mexico, and has drilled its Flatsedge "ZR" Federal No. 1 Well as an oil well located at a point 990 feet from the north line and 1,650 feet from the west line of Section 21, and proposes to dedicate the N/2 NW/4 Section 21 to said well.

2. New Mexico Oil Conservation Commission Order No. R-1670-I in Case No. 3975, Rule 2(B) requires that each oil well shall be located within 150 feet of the center of a governmental quarter-quarter section.

3. Applicant seeks an exception to Rule 2(B) of Order No. R-1670-I to permit Applicant to complete its well at a point located 990 feet from the north line and 1,650 feet from the west

line of Section 21, and to dedicate the N/2 NW/4 Section 21 to said well.

4. The approval of this Application will afford Applicant the opportunity to produce its just and equitable share of oil, will prevent economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

WHEREFORE, Applicant prays:

A. That this Application be set for hearing before an examiner and that notice of said hearing be given as required by law.

B. That upon hearing the Division enter its order granting an exception to Rule 2(B) of Order No. R-1670-I, permitting Applicant to complete its Flatsedge "ZR" Federal No. 1 Well as an oil well located at a point 990 feet from the north line and 1,650 feet from the west line of Section 21, and to dedicate the N/2 NW/4 Section 21 to said well.

C. And for such other and further relief as may be just in the premises.

YATES PETROLEUM CORPORATION

By: 
Chad Dickerson

LOSEE, CARSON & DICKERSON, P.A.
P. O. Drawer 239
Artesia, New Mexico 88210
(505) 746-3508

Attorneys for Applicant

8/16/84

Memo

From

MICHAEL STOGNER

Petroleum Engineer

To Flörine

This case needs to be readvertised and continued for the next available hearing.

*Application of Yates Petroleum Corporation
for an exception to Rules 2(B) and
5(A) of Division Order No. R-1670-I,
Roosevelt County, New Mexico. Applicant, in
the above-styled cause, seeks an exception to
Rule 2(B) of Division Order No. R-1670-I
to permit applicant to complete its well
at an unorthodox oil well location 1650
feet from the North line and 2310 feet
from the East line of Section 20,
Township 8 South, Range 38 East, Bluff-
San Andres Associated Pool, the applicant
also seeks an exception to Rule 5(A) of*

Oil Conservation Santa Fe, New Mexico

Division Order No. R-1670-I for approval
of a non-standard 80-acre oil ~~prop~~ production
unit comprising the SW $\frac{1}{4}$ NE $\frac{1}{4}$ and NW $\frac{1}{4}$ SE $\frac{1}{4}$
of said Section 20 to be dedicated to
the well.



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

TONEY ANAYA
GOVERNOR

September 28, 1984

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

Chad Dickerson
P. O. Drawer 239
Artesia, New Mexico 88211-0239

Re: Case No. 8303

Dear Mr. Dickerson:

The subject case was first set to be heard at the August 22, 1984 Division Examiners Hearing pursuant to the written request from you received by this office on July 20, 1984. The advertisement and docket for this particular case appeared as follows:

"CASE 8303:

Application of Yates Petroleum Corporation for an exception to Rule 2(B) of Division Order R-1670-I, Roosevelt County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Rule 2(B) of Division Order R-1670-I to permit applicant to complete its well at an unorthodox oil well location 990 feet from the North line and 1650 feet from the West line of Section 21, Township 8 South, Range 38 East, Bluit-San Andres Associated Pool, the N/2 NW/4 of said Section 21 to be dedicated to the well."

This case was continued to September 19, 1984, at your request during a telephone conversation between myself and you. During that conversation you requested changes to this case. That particular advertisement and docket for this case reads as follows:

"CASE 8303: (Continued and Readvertised)

Application of Yates Petroleum Corporation for an exception to Rules 2(B) and 5(A) of Division Order R-1670-I, Roosevelt County, New Mexico.


Page 2
Letter to Chad Dickerson
September 28, 1984

Applicant, in the above-styled cause, seeks an exception to Rule 2(B) of Division Order R-1670-I to permit applicant to complete its well at an unorthodox oil well location 1650 feet from the North line and 2310 feet from the East line of Section 20, Township 8 South, Range 38 East, Bluit-San Andres Associated Pool. Applicant also seeks an exception to Rule 5(A) of Division Order R-1670-I for approval of a non-standard 80-acre oil proration unit comprising the SW/4 NE/4 and NW/4 SE/4 of said Section 20 to be dedicated to the well."

This case was subsequently continued again to October 3, 1984.

To date the New Mexico Oil Conservation Division has not received in writing an amended application reflecting the changes between the two ads. Therefore, Case No. 8303 is hereby dismissed pursuant to the New Mexico Oil Conservation Division General Rule 1203, 2nd paragraph.

Sincerely,



MICHAEL E. STOGNER
Acting Chief Engineer

MES/fd

cc: Yates Petroleum Corporation
OCD-Artesia