

June 13, 1986

Case 8939

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

Re: State 197 No. 3 Well
Township 17 South, Range 34 East, NMPM
Section 6: SE/4 NW/4
Lea County, New Mexico

Gentlemen:

Enclosed for filing, please find three copies of the Application of Yates Petroleum Corporation for a Salt Water Disposal Well, Lea County, New Mexico, together with three copies of Form C-108. Also enclosed is an Affidavit of Mailing reflecting the mailing of true copies of the above instruments to all surface owners and offset operators within one-half mile of the well location.

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

Thank you.

Sincerely yours,

DICKERSON, FISK & VANDIVER


Chad Dickerson

CD:pvm
Enclosures

cc: Mr. Albert R. Stall

BEFORE THE OIL CONSERVATION DIVISION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION :
OF YATES PETROLEUM CORPORATION :
FOR A SALT WATER DISPOSAL WELL, :
LEA COUNTY, NEW MEXICO :
_____ :

CASE NO. 8939

APPLICATION

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

1. Applicant proposes to re-enter and complete the State 197 No. 3 Well, located 1,980 feet from the north line and 1,762.5 feet from the west line of Section 6, Township 17 South, Range 34 East, N.M.P.M., Lea County, New Mexico, as a salt water disposal well, with a planned injection interval of 3,750 feet to 3,790 feet in the Queen formation.

2. Form C-108, Application for Authorization to Inject, is filed with this Application.

3. A copy of this Application and a copy of the C-108 are being furnished to the following named owners of the surface and leasehold operators within one-half mile of the well location, as reflected by the Affidavit of Mailing filed herewith, to-wit:

Surface Owner: Commissioner of Public Lands
State of New Mexico
P. O. Box 1148
Santa Fe, New Mexico 87504-1148

Grazing Lessee: Williams & Son Cattle Company
c/o Billy Williams
P. O. Box 30
Maljamar, New Mexico 88264

Offset Operators: Mobil Producing Texas & New Mexico, Inc.
P. O. Box 633
Midland, Texas 79702
Attn: Kent M. Johnston

Tenneco Oil Company
7990 IH 10 West
San Antonio, Texas 78230
Attn: Rex Bourland

Southern Union Exploration Company
1217 Main Street, Suite 400
Dallas, Texas 75202
Attn: Craig Nielson

Amoco Production Company
P. O. Box 3092
Houston, Texas 77253
Attn: C. L. Raper

H. L. Brown, Jr.
P. O. Box 2237
Midland, Texas 79702
Attn: Peter Courtney

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 authorizing Applicant to re-enter and complete the State 197 No. 3 Well, located in Unit F of Section 6, Township 17 South, Range 34 East, N.M.P.M., Lea County, New Mexico, in such a manner as to

permit the injection of salt water for disposal purposes into the Queen formation at approximately 3,750 feet to 3,790 feet.

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

YATES PETROLEUM CORPORATION

By: Chad Dickerson
Chad Dickerson

DICKERSON, FISK & VANDIVER
Seventh and Mahone, Suite E
Artesia, New Mexico 88210
(505) 746-9841

Attorneys for Applicant