CAMPBELL, CARR & BERGE, PART OF THE SECTION OF THE

MICHAEL B. CAMPBELL

WILLIAM F. CARR BRADFORD C. BERGE

MICHAEL H. FELDEWERT TANNIS L. FOX TANYA M. TRUJILLO PAUL R. OWEN

JACK M. CAMPBELL OF COUNSEL

35 MG 70 HM 8 52

AT STE

SUITE 1 - 110 NORTH GUADALUPE POST OFFICE BOX 2208

SANTA FE, NEW MEXICO 87504-2208

TELEPHONE: (505) 988-4421 TELECOPIER: (505) 983-6043

October 4, 1995

11420

HAND-DELIVERED

William J. LeMay, Director Oil Conservation Division New Mexico Department of Energy, Minerals and Natural Resources 2040 South Pacheco Street Santa Fe. New Mexico 87503

> Re: Application of Yates Petroleum Corporation for Approval of its Sawyer North

Unit Agreement, Roosevelt County, New Mexico

Dear Mr. LeMay:

Enclosed in triplicate is the Application of Yates Petroleum Corporation in the abovereferenced case as well as a copy of the legal advertisement. Yates Petroleum Corporation respectfully requests that this matter be placed on the docket for the November 2, 1995 Examiner hearings.

Verry truly yours,

WILLIAM F. CARR

WFC:mlh Enclosures

Mr. Rob Bullock cc:

Yates Petroleum Corporation

105 South Fourth Street

Artesia, New Mexico 88210

BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION OF YATES PETROLEUM CORPORATION FOR APPROVAL OF A UNIT AGREEMENT, ROOSEVELT COUNTY, NEW MEXICO.

CASE NO. /1420

APPLICATION

YATES PETROLEUM CORPORATION, through its undersigned attorneys, hereby makes application for an order approving its Sawyer North Exploratory Unit Agreement and in support of this application would show the Division:

1. That the proposed Unit Agreement consists of 1,012.04 acres, more or less, of State and Federal lands, situated in Roosevelt County, New Mexico. The horizontal limits of said unit are described as follows:

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

Section 32:

ALL

Section 33:

ALL

- 2. The Unit Agreement has been approved by a sufficient percentage of the interest owners within the proposed Unit Area to provide effective control of unit operations.
- 3. The Applicant, Yates Petroleum Corporation, is designated as Unit Operator in said Unit Agreement and all oil and gas in any and all formations is unitized.
- 4. The proposed Unit Area covers all, or substantially all, of the geological structures or anomaly involved.

5. Prior to hearing the proposed Unit Agreement will be reviewed with the BLM

for its approval as an area logically subject to development under a unit plan.

6. Prior to hearing the proposed Unit Agreement will be reviewed with the State

Land Office for its approval as to form and content.

7. Said Unit Agreement and the unitized operation and management of the Unit

Area will be in the interest of conservation and the prevention of waste, and that it will

protect the correlative rights of all parties concerned.

WHEREFORE, Yates Petroleum Corporation requests that this application be set for

hearing before an Examiner of the Oil Conservation Division on November 2, 1995 that

notice be given as required by law and the rules of the Division, and that the Sawyer North

Unit Agreement be approved.

Respectfully submitted,

CAMPBELL, CARR & BERGE, P.A.

WILLIAM F. CARR

Post Office Box 2208

Santa Fe, New Mexico 87504

Telephone: (505) 988-4421

ATTORNEYS FOR YATES
PETROLEUM CORPORATION

