October 5, 1988

RECEIVED

OCT 7 1988

QIL CONSERVATION DIVISION

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

> Re: Winter Queen State Unit Lea County, New Mexico

Case 9518

## Gentlemen:

Enclosed for filing, please find three copies of the Application of Yates Petroleum Corporation for Approval of a Unit Agreement, Winter Queen State Unit, Lea County, New Mexico. Also enclosed is an extra copy of the Application which we would appreciate your returning to us in the enclosed self-addressed stamped envelope after inserting the docket number and filing information.

Please set this matter for hearing before an Examiner on November 9, 1988.

Thank you.

Sincerely yours,

DICKERSON, FISK & VANDIVER

Chad Dickerson

CD:pvw Enclosures

cc w/enclosure: Ms. Kathy Colbert

Ms. Leslie Bentz

DICKERSON, FISK & VANDIVER

RECEIVED

## BEFORE THE OIL CONSERVATION DIVISION OF THE STATE OF NEW MEXICO

OCT 7 1988

OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION:
OF YATES PETROLEUM CORPORATION:
FOR APPROVAL OF A UNIT AGREEMENT,:
WINTER QUEEN STATE UNIT, LEA:
COUNTY, NEW MEXICO:

case no. 95/8

## APPLICATION

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

l. Applicant is the operator of the following lands in Lea County, New Mexico:

## Township 12 South, Range 32 East, N.M.P.M.

Section 3: All Section 4: E/2

Section 9: E/2, E/2 W/2

Section 10: All

containing 2,085.55 acres, more or less.

- 2. The Applicant seeks to commit the above described lands to an exploratory unit known as the Winter Queen State Unit. The unit consists entirely of state lands.
- 3. The ratification or approval of all leasehold owners, including the State of New Mexico, required to ratify such unit agreement will be forthcoming prior to the effective date of any order issued pursuant to this Application by the Division.

4. The approval of this Application is in the interest of conservation and will 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 approving the Winter Queen State Unit Agreement, with Applicant as operator, as an exploratory unit embracing the above described lands.
- C. And for such other and further relief as may be just in the premises.

YATES PETROLEUM CORPORATION

Chad Dickerson

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

Attorneys for Applicant