

Ross, Stephen

From: Bailey, Jami
Sent: Thursday, December 14, 2000 7:54 AM
To: Ross, Stephen
Subject: RE: Southwest Royalties

Steve, I looked over the new info and I stand by my earlier e-mail to you. It seems to me that this really is a last ditch effort for production, and in the interest of prevention of waste we should approve the application. Need anything more from me?

-----Original Message-----

From: Ross, Stephen
Sent: Monday, December 11, 2000 11:38 AM
To: Wrotenbery, Lori; 'lee@prrc.nmt.edu'; Bailey, Jami
Subject: Southwest Royalties

Commissioners:

I have forwarded (by snail mail) copies of the materials Southwest Royalties submitted pursuant to your request. Bill Carr's cover letter notes that Southwest prepared six cross sections depicting the Yates structure in the area of the proposed recompletion. He also notes that Southwest enclosed a document which depicts the perforated intervals for each well in Section 30.

Please let me know if need further information and I will ask Bill to provide it.

As always, if you need further information, please do not hesitate to give me a call.

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December 8, 2000

HAND DELIVERED

Stephen C. Ross, Esq.
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Oil Conservation Commission
New Mexico Department of Energy,
Minerals and Natural Resources
2040 South Pacheco Street
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Re: Case No. 12426 (de novo): Application of Southwest Royalties, Inc. for a non-standard gas spacing and proration unit and an unorthodox well location, Lea County, New Mexico.

Dear Steve:

Enclosed please find the additional materials in support of the above-referenced application which was requested by the Commission on November 9, 2000.

Southwest Royalties, Inc. has prepared six cross sections which show how they determined the Yates structure in the subject area. These cross sections provide an East-West look at the Yates formation within the Scarborough Yates-Seven Rivers Pool. The Yates markers used by Southwest are clearly indicated on each of the cross sections.

Also enclosed is an exhibit which shows the perforated intervals for every well in section 30.

I am enclosing five sets of these exhibits and request that a copy be provided to each member of the Commission.

If the Commission needs additional information from Southwest Royalties, Inc. to proceed with its consideration of this application, please advise.

Very truly yours,



William F. Carr

Enc.