Memo Florene Davidson
OC Staff Specialist august 12, 1987 Yates Petroleum Corporation Unit agreement Chaves County North Chaves Unit 8600.11 acres

Federal, State, and Fle T55-R23E

Oil Conservation Division Santa Fe, New Mexico 87504-2088 827-5802



Energy and Minerals Department Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87501 Case 9188

Re:

North Chaves Unit

Chaves County, New Mexico

Gentlemen:

Enclosed for filing, please find three copies of the Application of Yates Petroleum Corporation for Approval of a Unit Agreement, North Chaves Unit Area, Chaves County, New Mexico.

We ask that this matter be set for hearing before an Examiner on August 12, 1987, and that we be furnished with a docket of said hearing.

Thank you.

Very truly yours,

DICKERSON, FISK & WANDIVER

David R. Vandiver

DRV:pv Enclosures

cc w/enclosure: Mr. Ken Beardemphl

BEFORE THE OIL CONSERVATION DIVISION

OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION:
OF YATES PETROLEUM CORPORATION:
FOR APPROVAL OF A UNIT AGREEMENT,:
NORTH CHAVES UNIT AREA, CHAVES:
COUNTY, NEW MEXICO:

APPLICATION

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

1. Applicant is the operator of a portion of the following lands in Chaves County, New Mexico:

Township 5 South, Range 23 East, N.M.P.M.

Section 1: All Section 10: E/2Section 11: All Section 12: All Section 13: All Section 14: All Section 15: All Section 22: All Section 23: A11 Section 24: N/2, SW/4, SW/4 SE/4Section 25: W/2, NE/4, N/2 SE/4Section 26: All Section 27: All Section 34: All Section 35: N/2

containing 8,600.11 acres, more or less.

2. The Applicant seeks to commit the above described lands to an exploratory unit known as the North Chaves Unit. The unit consists of federal, state and fee lands.

3. The ratification or approval of all leasehold owners, including the State of New Mexico and Bureau of Land Management, 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 North Chaves 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

David R. Vandiver

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Attorneys for Applicant