STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

June 5, 1989

RECEIVED

Yates Petroleum Corporation 105 South Fourth Street

Artesia, NM 88210

JUN 07, 89

Q. C. D.

Attention: Ken Beardemphl

Landman

ARTESIA, OFFICE

RE: Non-Standard Location Filing; Dragonfly State

Well No. Township 9 Section 31, South, Range 27 East, NMPM, Chaves County, New Mexico.

Dear Mr. Beardemph1:

I am unable to consider your application for an unorthodox well location at this time. Division General Rule 104 F.(I) does not allow administrative authorization for such circumstances that exist for the subject well. I will therefore set this matter on the next available Hearing Examiner's docket schedules for July 12, 1989.

If you should have any questions concerning this matter, please contact me.

Sincerely

Michael E. Stogner

Chief Hearing Officer/Engineer

MES/ag

Oil Conservation Division - Artesia L

Vic Lyon