



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Jennifer A. Salisbury

Cabinet Secretary

December 18, 2000

Lori Wrotenbery

Director

Oil Conservation Division

Yates Petroleum Corporation

c/o **William F. Carr**

Campbell, Carr, Berge & Sheridan, P.A.

P. O. Box 2208

Santa Fe, New Mexico 87504-2208

Re: Administrative application of Yates Petroleum Corporation for an exception to Division Rule 104.C (2) for the Dome Nonombre "AWZ" State Well No. 1 (API No. 30-025-27224) located in Unit "H" of Section 31, Township 13 South, Range 34 East, NMPM, Lea County, New Mexico.

Dear Mr. Carr:

Per our telephone conversation on Thursday, December 14, 2000, concerning the subject application. Attached is a copy of the Division's well file, which does not show that this well was ever deviated. Also your application is for the Atoka and Morrow formations while Yates' C-101 dated November 17, 2000 indicates the Mississippian formation as the intended completion interval.

Thank you for your understanding, cooperation, and continued support in making this newly improved portion of New Mexico's conservation rules a meaningful success.

Sincerely

Michael E. Stogner
Chief Hearing Officer/Engineer

cc: **New Mexico Oil Conservation Division - Hobbs**