

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 11445
ORDER NO. R-10540

APPLICATION OF YATES PETROLEUM
CORPORATION FOR A UNIT AGREEMENT,
LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on January 25, 1996, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 25th day of January, 1996, the Division Director, having considered the testimony, the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

- (1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.
- (2) The applicant, Yates Petroleum Corporation, seeks approval of the Papalotes Unit Agreement for all oil and gas in any and all formations underlying the following described 2,583.60 acres, more or less, of State and Fee lands in Lea County, New Mexico:

TOWNSHIP 14 SOUTH, RANGE 34 EAST, NMPM

Section 26: All
Section 34: All
Section 35: All

TOWNSHIP 15 SOUTH, RANGE 34 EAST, NMPM

Section 2: All