



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

6/21/00

GOVERNOR

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

OIL CONSERVATION DIVISION
P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

RE: Proposed:

MC _____
DHC _____
NSL _____
NSP _____
SWD _____
WFX _____
PMX _____

Gentlemen:

I have examined the application for the:

Yates Petroleum Corp Big Flat ASN State # 2-P-10-165-35
Operator Lease & Well No. Unit S-T-R 30-025-34792

and my recommendations are as follows:

OK

Yours very truly,

Chris Williams
Supervisor, District 1

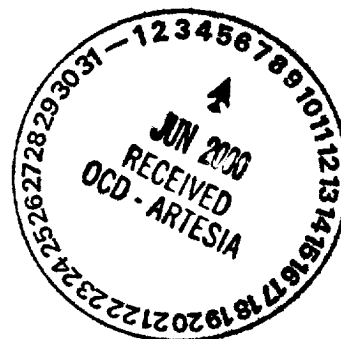
/ed

MARTIN YATES, III
1912 - 1985
FRANK W. YATES
1936 - 1986



105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210
TELEPHONE (505) 748-1471

S. P. YATES
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JOHN A. YATES
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SECRETARY
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TREASURER



June 2, 2000

David Catanach
State of New Mexico
OIL CONSERVATION DIVISION
2040 S. Pacheco Street
Santa Fe, NM 87505-5472

Dear Mr. Catanach,

Yates Petroleum Corporation hereby seeks administrative approval to downhole commingle production from the Townsend Upper Permo Penn and the NW Shoebar Strawn pools in the Big Flat ASN State #2 well, located in Unit P of Section 10, Township 16 South, Range 35 East, Lea County, New Mexico.

Enclosed is the necessary NMOCD Form C-107 with attachments.

If you have any questions or need additional information, please contact me at (505) 748-4174. Thank you for your consideration of this request.

Sincerely,

Albert R. Stall
Operations Engineer

ARS/sd

Enclosures