

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



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NMOC

S. P. YATES
CHAIRMAN OF THE BOARD
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DENNIS G. KINSEY
TREASURER

February 19, 1997

Attention: Gary Gourley
Bureau of Land Management
Roswell District Office
2909 W. 2nd Street
Roswell, NM 88202

Commissioner of Public Lands
P.O. Box 1148
Santa Fe, NM 87504-1148

Re: San Simon Unit
Plan of Development 1997
Lea County, New Mexico

Gentlemen:

Yates Petroleum Corporation, as Unit Operator of the San Simon Unit, hereby submits, in triplicate, for your approval our 1997 Plan of Development.

Summary of Operations

Yates Petroleum Corporation spud the San Simon Unit No. 1 well, located 660' FSL and 1980' FEL of Section 18-T23S-R35E, on June 30, 1996. This well was drilled to a total depth of 14,200' and plugged back to 13,915'. Intervals 13,688-13,711' were perforated and the well was completed as a producer in the Morrow formation. Calculated initial production was 3.2 MCFPD. This well was determined commercial by Commissioner of Public Lands on April 3, 1996.

Enclosed, in triplicate, are plats for the unit and production histories for each well thereon.

Plan of Development 1997

For 1997, we are continuing our evaluation of the remaining unit acreage for possible development.

We respectfully request your approval of the 1997 Plan of Development. Thank you.

Very truly yours,

Yates Petroleum Corporation

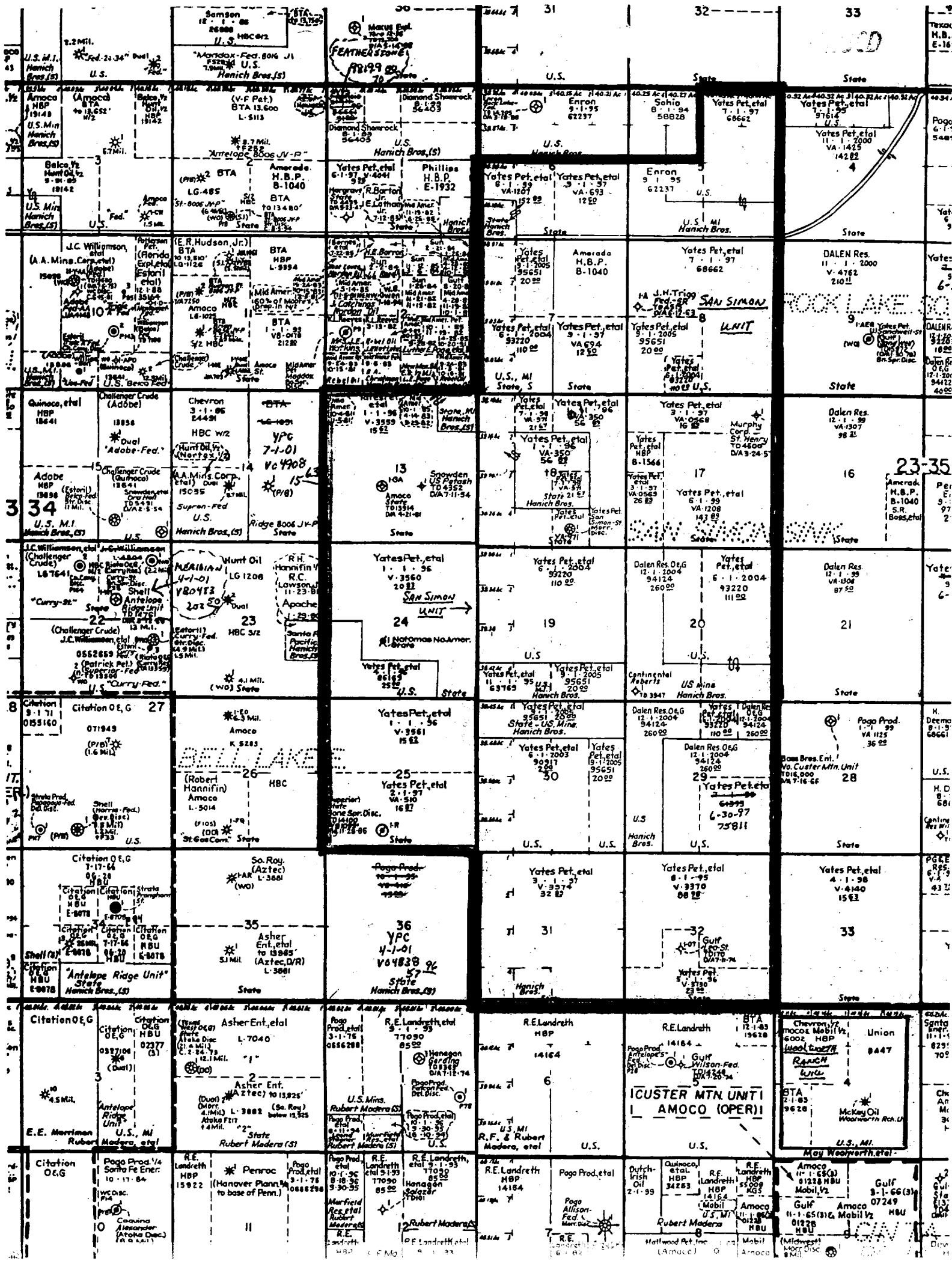
Mecca Mauritsen
Landman

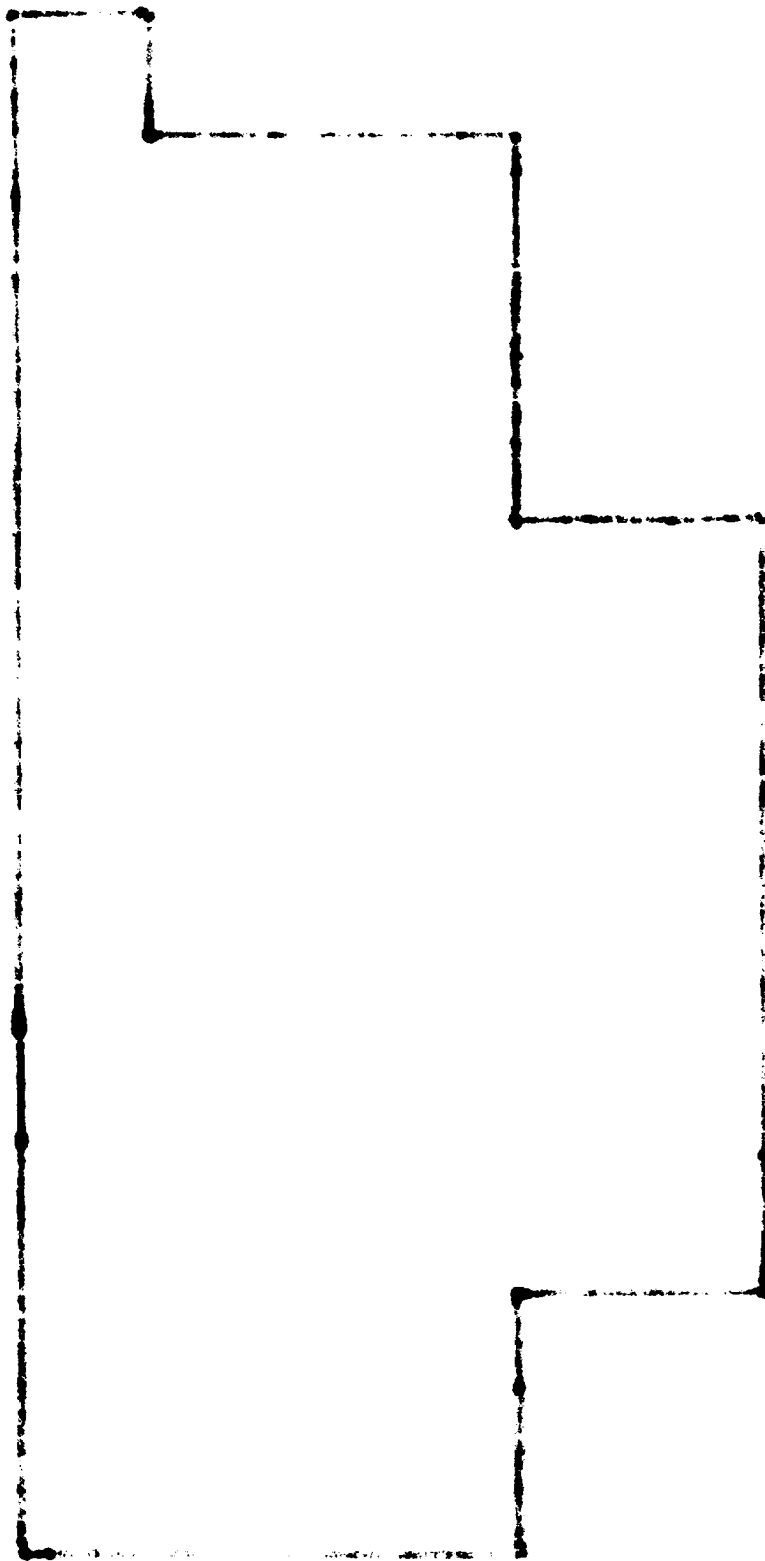
APPROVED

FEB 21 1997

**AUTHORIZED OFFICER, MINERALS
BUREAU OF LAND MANAGEMENT**

MM/rc
enclosure(s)





Received
1948
10/10

MPSR0291 MONTHLY PRODUCTION HISTORY - ONE WELL
COMPANY 003 YATES PETROLEUM CORPORATION

PROPERTY: 050064-001 SAN SIMON UNIT #1
Production Dates: 01/96 - 02/97

Prod Days	Oil	Gas	Water	Field-Sub	Pool
Mo/Yr Prod	Produced	Sold	Produced	Sold	Produced
12/96 31	910	1115	27686	27686	18
11/96 30	1069	1093	26796	26796	27
10/96 27	1102	730	26795	26795	3
09/96 9	326	723	9220	9220	12
08/96 31	1186	1107	23368	23368	15
07/96 31	1425	1469	41475	41475	42
06/96 30	1621	1495	52749	52749	75
05/96 31	1892	2041	65373	65373	96
04/96 30	2092	2047	75489	75489	126
03/96 31	2437	2291	98074	98074	195
02/96 28	2088	2289	105784	105784	414
01/96 18	1178	937	53400	53400	82

TOTALS: 327 17326 17337 606209 606209 1105

577 BOB 3269 daily ok Commenced (95)
Good G. Outley, Gary

DOWN