

DHC

1/5/98

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

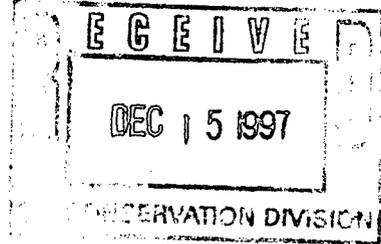


S. P. YATES
CHAIRMAN OF THE BOARD
JOHN A. YATES
PRESIDENT
PEYTON YATES
EXECUTIVE VICE PRESIDENT
RANDY G. PATTERSON
SECRETARY
DENNIS G. KINSEY
TREASURER

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

1781

December 8, 1997



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

Dear Mr. Catanach,

Enclosed is an APPLICATION FOR DOWNHOLE COMMINGLING, NMOCD Form C-107-A, for the Jasper ARJ Federal #1 located in Unit O of Section 25, Township 8 South, Range 26 East, Chaves County, New Mexico. Also enclosed are ATTACHMENTS required by the application.

Yates Petroleum Corporation hereby seeks administrative approval of the application.

If additional information is needed or there are questions, please call me at (505) 748-4182. Thank you for your consideration of this matter.

Sincerely,

Morris Keith
Operations Engineer

MK/th

Enclosures

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TREASURER

December 8, 1997

Tim Gum
State of New Mexico
OIL CONSERVATION DIVISION
811 South First Street
Artesia, NM 88210

Dear Mr. Gum,

Enclosed is an APPLICATION FOR DOWNHOLE COMMINGLING, NMOCD Form C-107-A, for the Jasper ARJ Federal #1 located in Unit O of Section 25, Township 8 South, Range 26 East, Chaves County, New Mexico. Also enclosed are ATTACHMENTS required by the application.

Yates Petroleum Corporation hereby seeks administrative approval of the application.

If additional information is needed or there are questions, please call me at (505) 748-4182. Thank you for your consideration of this matter.

Sincerely,

A handwritten signature in cursive script that reads 'Morris Keith'.

Morris Keith
Operations Engineer

MK/th

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DENNIS G. KINSEY
TREASURER

December 8, 1997

Richard Manus
Bureau of Land Management
P. O. Box 1778
Carlsbad, NM 88220

Dear Mr. Manus,

This letter is to notify you that Yates Petroleum Corporation has applied to the New Mexico Oil Conservation Division for administrative approval of downhole commingling in the Jasper ARJ Federal #1 located in Unit O of Section 25, Township 8 South, Range 26 East, Eddy County, New Mexico. A copy of the application, NMOCD Form C-107-A, is enclosed.

If you have any questions, or need additional information, please call me at (505) 748-4182.

Sincerely,

A handwritten signature in cursive script that reads 'Morris Keith'.

Morris Keith
Operations Engineer

MK/th

Enclosures

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TELEPHONE (505) 748-1471

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RANDY G. PATTERSON
SECRETARY
DENNIS G. KINSEY
TREASURER

November 19, 1997

Elk Oil Company
P. O. Box 310
Roswell, NM 88202

Ladies and Gentlemen,

Yates Petroleum Corporation has made an application for administrative approval for downhole commingling for the Jasper ARJ Federal #1 located in Unit O of Section 25, Township 8 South, Range 26 East, Chaves County. Please find attached application. This will serve as notification to an offset operator.

Should you have any questions, or need additional information, please do not hesitate to contact me at (505) 748-1471.

Sincerely,

Morris Keith
Operations Engineer

MK/th

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SECRETARY
DENNIS G. KINSEY
TREASURER

November 19, 1997

Sulphur River Exploration, Inc.
5949 Sherry Lane
Suite 755
Dallas, TX 75225

Ladies and Gentlemen,

Yates Petroleum Corporation has made an application for administrative approval for downhole commingling for the Jasper ARJ Federal #1 located in Unit O of Section 25, Township 8 South, Range 26 East, Chaves County. Please find attached application. This will serve as notification to an offset operator.

Should you have any questions, or need additional information, please do not hesitate to contact me at (505) 748-1471.

Sincerely,

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Morris Keith
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TREASURER

November 19, 1997

Paul Slayton
P. O. Box 2035
Roswell, NM 88202

Ladies and Gentlemen,

Yates Petroleum Corporation has made an application for administrative approval for downhole commingling for the Jasper ARJ Federal #1 located in Unit O of Section 25, Township 8 South, Range 26 East, Chaves County. Please find attached application. This will serve as notification to an offset operator.

Should you have any questions, or need additional information, please do not hesitate to contact me at (505) 748-1471.

Sincerely,

Morris Keith
Operations Engineer

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12. Are all produced fluids from all commingled zones compatible with each other? Yes No (See attachment)

13. Will the value of production be decreased by commingling? Yes No (If Yes, attach explanation)

14. If this well is on, or communitized with, state or federal lands, either the Commissioner of Public Lands or the United States Bureau Land Management has been notified in writing of this application. Yes No

15. NMOCD Reference Cases for Rule 303(D) Exceptions: ORDER NO(S) _____

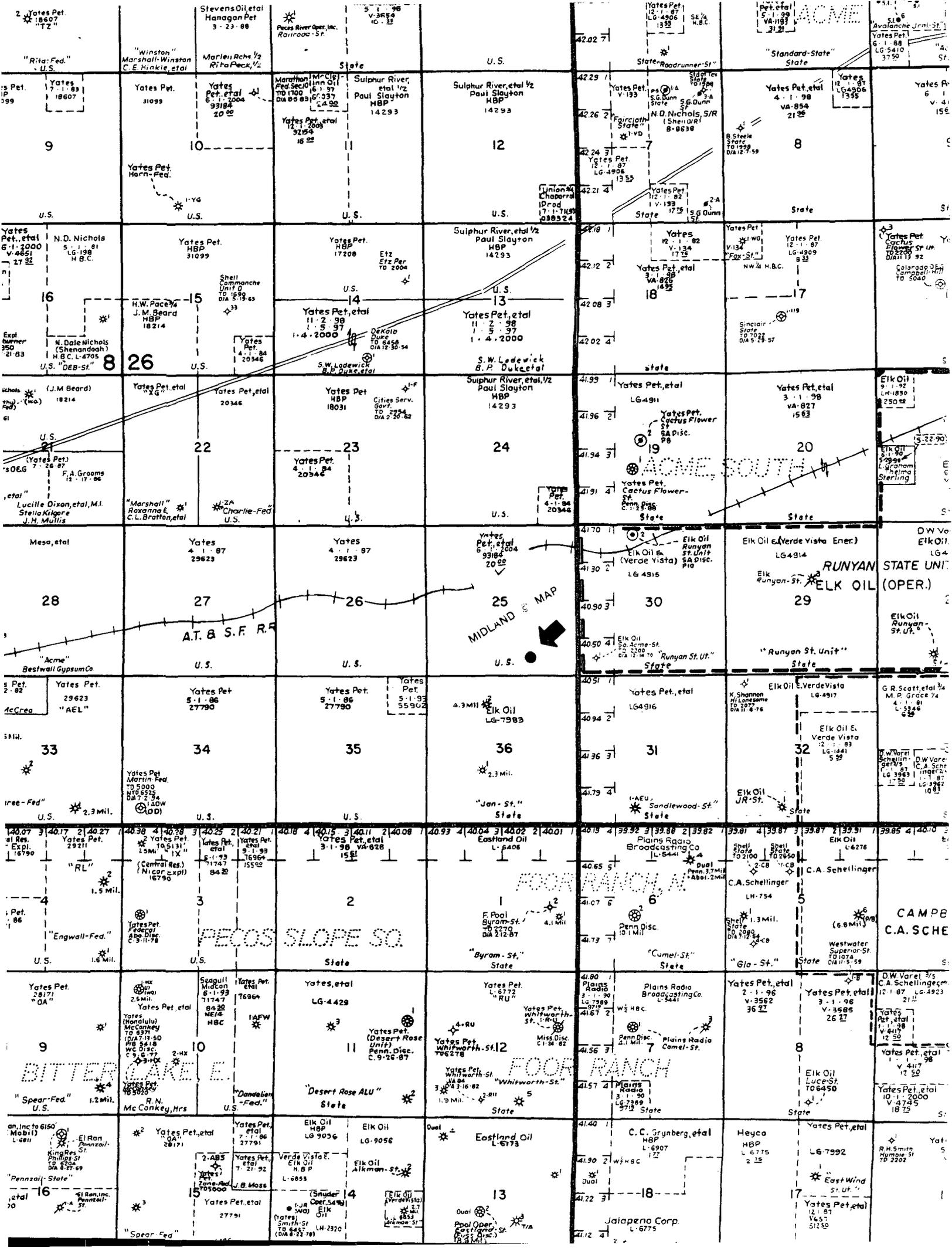
16. ATTACHMENTS:

- * C-102 for each zone to be commingled showing its spacing unit and acreage dedication.
- * Production curve for each zone for at least one year. (If not available, attach explanation.)
- * For zones with no production history, estimated production rates and supporting data.
- * Data to support allocation method or formula.
- * Notification list of all offset operators.
- * Notification list of working, overriding, and royalty interests for uncommon interest cases.
- * Any additional statements, data, or documents required to support commingling.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Morris Keith TITLE Operations Engineer DATE 12-8-97

TYPE OR PRINT NAME Morris Keith TELEPHONE NO. (505) 748-1471



Yates Pet. et al. 18607
"Ria-Fed" U.S.
9

Stevens Oil et al Hanagan Pet 3-23-86
"Winston" Marshall-Winston C.E. Hinkle, et al
Yates Pet. 31099
10

Marlin Rehs 1/2 Ria Peck, 1/2
State
11

Marathon (M.A. U.P.) Fed Section Oil 6.1.97 TO 1100 DIA 85 03, 5.7.97 TO 1100 DIA 12.92
Sulphur River, et al 1/2 Paul Slayton HBP 14293
12

Sulphur River, et al 1/2 Paul Slayton HBP 14293
U.S.
13

Yates Pet. et al 12.1.82 V.134 LG-4909 H.B.C.
18

Yates Pet. et al 4-1-98 VA-854 2122
8

Yates Pet. et al 12.1.82 V.134 LG-4909 H.B.C.
17

Yates Pet. et al 3-1-98 VA-827 1563
20

Yates Pet. et al 11-2-98 1-5-97 1-4-2000
24

Yates Pet. et al 6-1-2000 V.4851 LG-198 H.B.C. 2732
16

Yates Pet. et al 11-2-98 1-5-97 1-4-2000
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Yates Pet. et al 11-2-98 1-5-97 1-4-2000
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Yates Pet. et al 11-2-98 1-5-97 1-4-2000
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Yates Pet. et al 11-2-98 1-5-97 1-4-2000
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Yates Pet. et al 11-2-98 1-5-97 1-4-2000
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Yates Pet. et al 11-2-98 1-5-97 1-4-2000
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Yates Pet. et al 11-2-98 1-5-97 1-4-2000
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Yates Pet. et al 4-1-87 29623
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Yates Pet. et al 4-1-87 29623
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Yates Pet. et al 4-1-87 29623
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Yates Pet. et al 4-1-87 29623
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Yates Pet. et al 5-1-93 55902
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Yates Pet. et al 5-1-93 55902
31

Yates Pet. et al 5-1-93 55902
32

District I
 PO Box 1980, Hobbs, NM 88241-1980
 District II
 PO Drawer DD, Artoia, NM 88211-0719
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
 Energy, Minerals & Natural Resources Department

Form C-102
 Revised February 10, 1994
 Instructions on back
 Submit to Appropriate District Office
 State Lease - 4 Copies
 Fee Lease - 3 Copies

OIL CONSERVATION DIVISION
 PO Box 2088
 Santa Fe, NM 87504-2088

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-005-63142		Pool Code	Pool Name Abo Undesignated
Property Code 21096	Property Name Jasper ARJ Federal		Well Number 1
OGRID No. 025575	Operator Name Yates Petroleum Corporation		Elevation 3998'

¹⁰ Surface Location

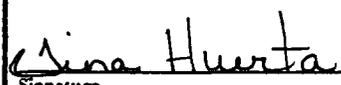
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0	25	8S	26E		660	South	1750	East	Chaves

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

¹² Dedicated Acres 320	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16					¹⁷ OPERATOR CERTIFICATION <i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief</i>
					 Signature Tina Huerta Printed Name
					Operations Technician Title 11-13-97 Date
					¹⁸ SURVEYOR CERTIFICATION <i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i>
				REFER TO ORIGINAL PLAT Date of Survey Signature and Seal of Professional Surveyer:	
				Certificate Number	



Production curves for each zone are not available.

District I
 PO Box 1980, Hobbs, NM 88241-1980
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 PO Drawer DD, Artesia, NM 88211-0719
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 1000 Rio Brazos Rd., Aztec, NM 87410
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State of New Mexico
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OIL CONSERVATION DIVISION
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 Santa Fe, NM 87504-2088

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AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-005-63142		Pool Code	Pool Name Foor Ranch Permo Penn
Property Code 21096	Property Name Jasper ARJ Federal		Well Number 1
OGRID No. 025575	Operator Name Yates Petroleum Corporation		Elevation 3998'

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
0	25	8S	26E		660	South	1750	East	Chaves

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County

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16					¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief
					<i>Tina Huerta</i> Signature
					Tina Huerta Printed Name Operations Technician Title 11-13-97 Date
					¹⁸ SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.
					REFER TO ORIGINAL PLAT Date of Survey
					Signature and Seal of Professional Surveyor:
					Certificate Number

Production curves for each zone are not available.

YATES PETROLEUM CORPORATION
APPLICATION FOR ADMINISTRATIVE APPROVAL
DOWNHOLE COMMINGLING
JASPER ARJ FEDERAL #1
EDDY COUNTY, NEW MEXICO

Bureau of Land Management
P. O. Box 1778
Carlsbad, NM 88220

Paul Slayton
P. O. Box 2035
Roswell, NM 88202

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