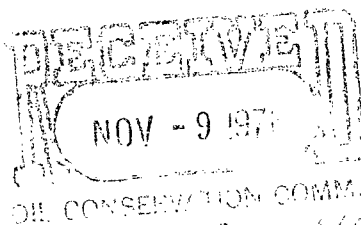




YATES BUILDING - 207 SOUTH 4TH ST.
ARTESIA, NEW MEXICO - 88210

November 8, 1976



S. P. YATES
PRESIDENT
MARTIN YATES, III
VICE PRESIDENT
JOHN A. YATES
VICE PRESIDENT
B. W. HARPER
SEC. - TREAS.

Mr. Joe E. Ramey, Secretary-Director
New Mexico Oil Conservation Commission
P.O. Box 2088
Santa Fe, New Mexico 87501

Re: Non-Standard Location, Unit K
Section 12-21S-22E, Eddy County

Dear Sir:

Narrow formation

Yates Petroleum Corporation seeks Administrative approval of a non-standard location based on topography as provided for by OCC Rule 104F. The proposed unorthodox location is 1885' FSL, 2080' FWL with West-half dedication.

The standard location (1980' FSL, 1980' FWL) fell on the south bank of a draw. Moving north would put the location on too narrow a ridge for a well-site. Moving west would put the site on steeply dipping terrain and thereby requiring considerable blasting for cut and fill.

After field inspection on November 4, the BLM and USGS approved re-location at 1885' FSL and 2080' FWL of Section 12-T21S-R22E. This more feasible well-site would be orthodox for a South-half dedication except that the West half-section is all one lease and the USGS would rather we dedicate the West half-section, also an expiring lease.

Amended plat (C-102), ownership plat and topographic map is attached hereto. Thank you for your cooperation in this matter.

Yours very truly,

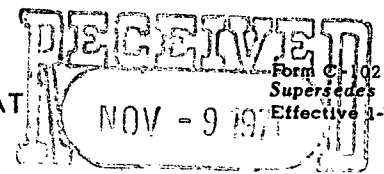
YATES PETROLEUM CORPORATION

By: *Eddie M. Mahfood*
Eddie M. Mahfood
Petroleum Engineer

EMM:jg
Encls.

NSL - 810
104F
Due Nov 27

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT



All distances must be from the outer boundaries of the Section.

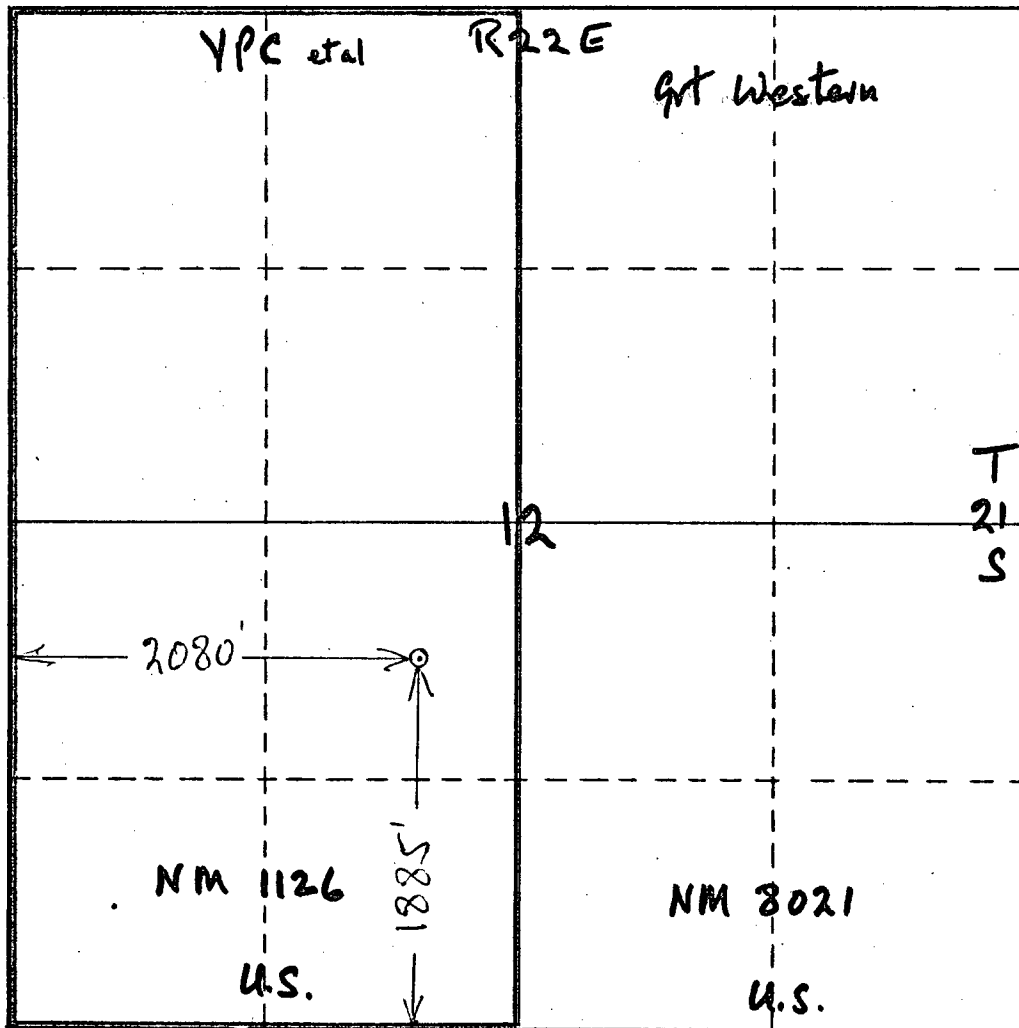
Operator Yates Petroleum Corp		Lease NW Indian Basin Unit		Well No. COMM. 1	
Unit Letter K	Section 12	Township 21S	Range 22E	County Eddy	
Actual Footage Location of Well: 1885 feet from the South line and 2080 feet from the West line					
Ground Level Elev: 4111	Producing Formation Morrow	Pool Undesignated	Dedicated Acreage: 320 Acres		

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

☐ Yes ☒ No If answer is "yes," type of consolidation _____

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



CERTIFICATION

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

Eddie M. Mahfood
Name **Eddie M. Mahfood**

Position **Engineer**

Company **Yates Petroleum Corp.**

Date **11/8/76**

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 knowledge and belief. Well was moved from center of 40-acre Unit on acct of Topography.

Date Surveyed

Registered Professional Engineer and/or Land Surveyor

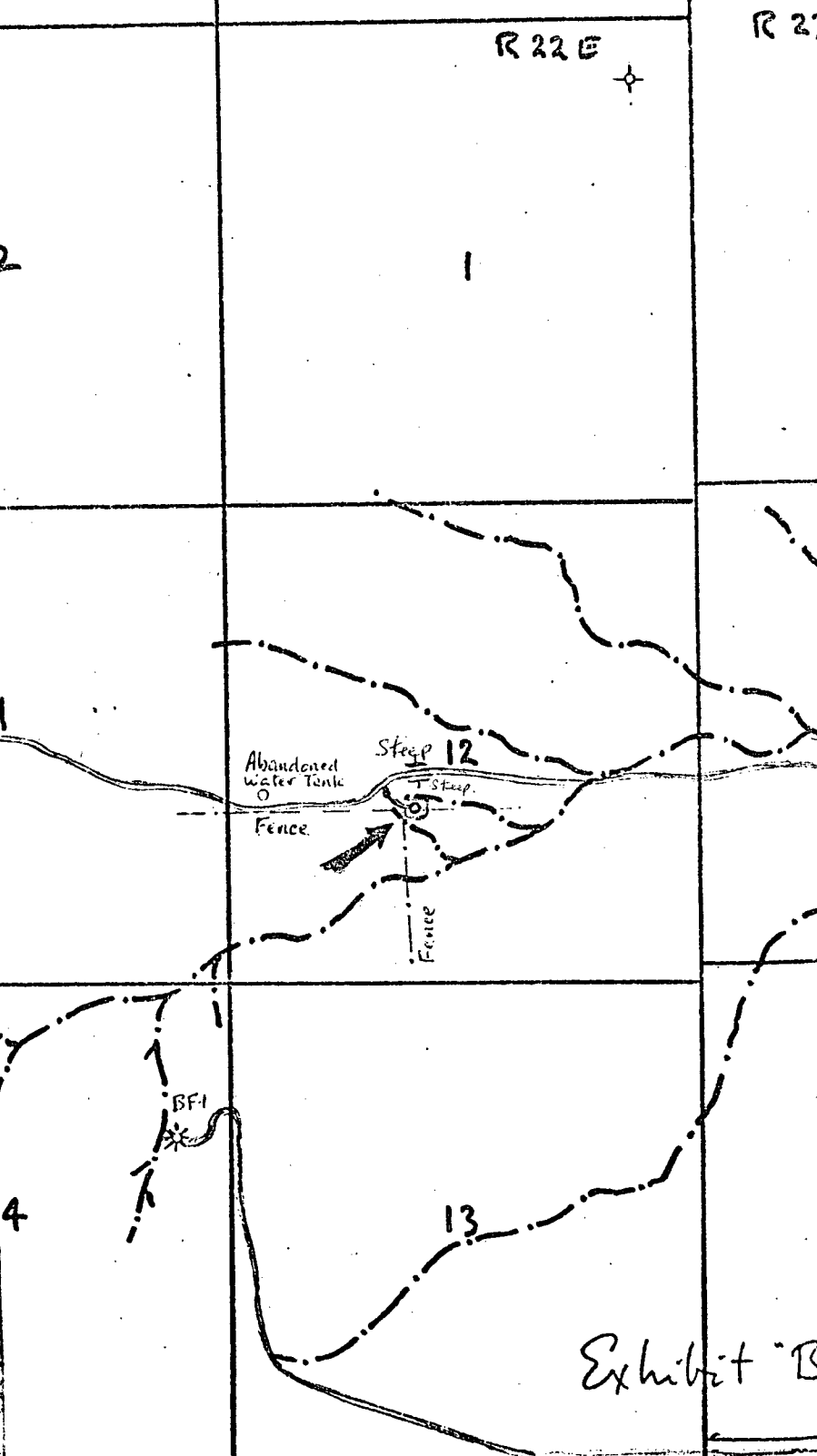
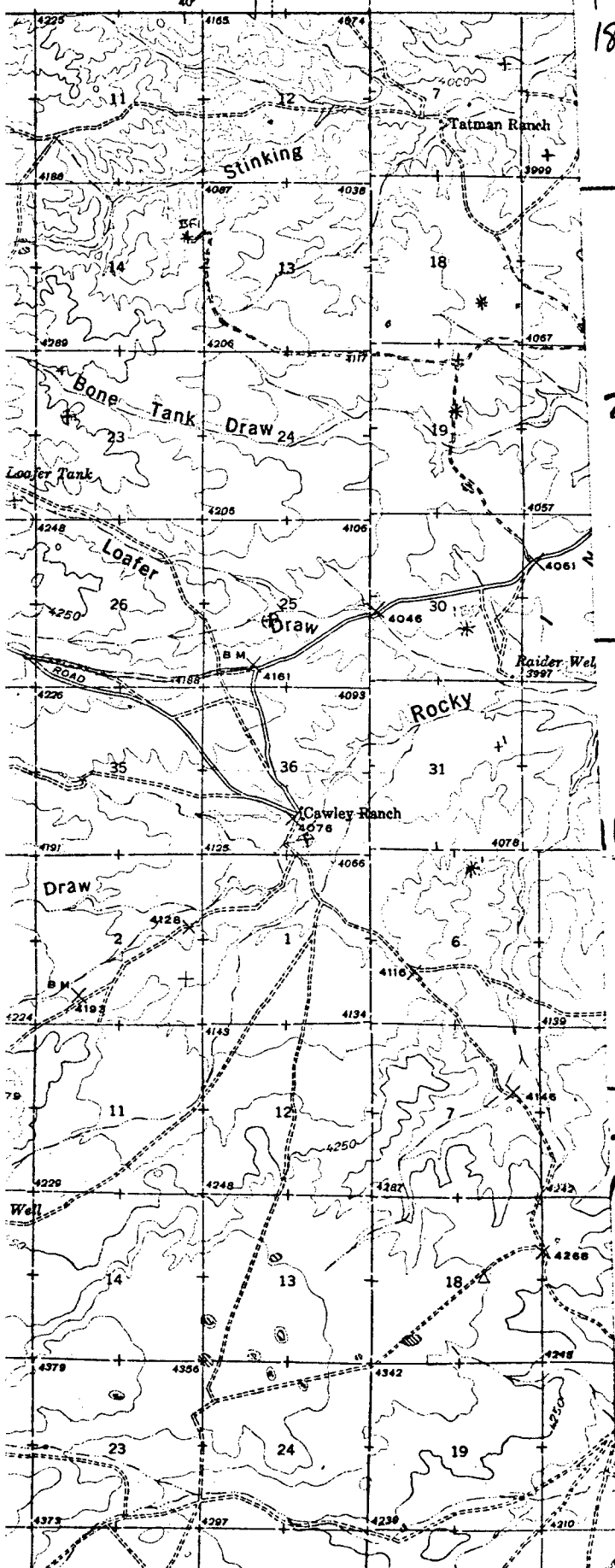
Refer to Origin plat

Certificate No.



33 34 35 36 37 38 39 40 41 42 43 44 45 46 47 48 49 50 51 52 53 54 55 56 57 58 59 60 61 62 63 64 65 66 67 68 69 70 71 72 73 74 75 76 77 78 79 80 81 82 83 84 85 86 87 88 89 90 91 92 93 94 95 96 97 98 99 100	1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 29 30 31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46 47 48 49 50 51 52 53 54 55 56 57 58 59 60 61 62 63 64 65 66 67 68 69 70 71 72 73 74 75 76 77 78 79 80 81 82 83 84 85 86 87 88 89 90 91 92 93 94 95 96 97 98 99 100
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YPC - NW Indian Basin Unit #1
1885/S 2080/W Sec 12-21S-22E, Eddy Co

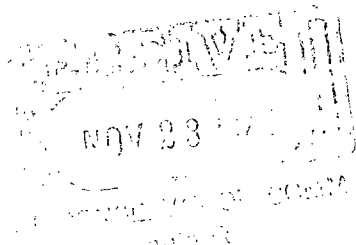


OIL CONSERVATION COMMISSION
Artesia DISTRICT

OIL CONSERVATION COMMISSION
BOX 2088
SANTA FE, NEW MEXICO

DATE 11-22-76

RE: Proposed MC _____
Proposed DHC _____
Proposed NSL X _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____



Gentlemen:

I have examined the application dated 11-8-76
for the Artis Petr. Corp. NW Indian Basin Unit #1-K-12-21-22
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Approval upon receipt of waivers

Yours very truly,

W. A. Gussett