

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
CHAIRMAN OF THE BOARD
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TREASURER

January 14, 1994

New Mexico Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87504-2088

ATTENTION: Mr. William LeMay
Director

RE: Surface Commingling, Lease Commingling
and Off-Lease Storage
South Dagger Draw Upper Penn Pool
Eddy County, New Mexico

Dear Mr. LeMay:

Yates Petroleum Corporation respectfully requests administrative approval to commingle production from several wells into a common tank battery and to permit production from each well to be transported prior to measurement to another well for storage thereon. It is proposed to add the following wells to existing Order Number PLC 83:

Sara AHA Com #3
660' FNL and 660' FEL
Section 11-T20S-R24E
Eddy County, NM
NM NM 84622 (A)

Sara AHA Com #4
660' FSL and 1980' FEL
Section 11-T20S-R24E
Eddy County, NM
NM NM 82527 (A)

Sara AHA Com #5
660' FNL and 980' FWL
Section 11-T20S-R24E
Eddy County, NM
NM NM 82527 (A)

Sara AHA Com #6
660' FSL and 660' FEL
Section 11-T20S-R24E
Eddy County, New Mexico
NM NM 82527 (A)

Saguaro AGS Federal Com #13
660' FNL and 1980' FEL
Section 11-T20S-R24E
Eddy County, New Mexico
NM NM 84622 (A)

Conoco AGK Federal #10
1887' FSL and 1788' FEL
Section 11-T20S-R24E
Eddy County, New Mexico
NM NM 82527 (A)

Sara AHA #8
1980' FNL and 660' FEL
Section 11-T20S-R24E
Eddy County, New Mexico
NM NM 84622 (A)

The production from the well will be commingled into a common storage facility located on the Sara AHA Com #1 location. A map labeled Attachment I is enclosed for your information.

The purpose of this off-lease storage and surface commingling is to reduce operating costs for storage and treating and thereby extend the economic life of each well. Without approval for utilizing existing batteries on adjacent leases, it will become necessary to build separate facilities for each well. This will greatly increase costs and shorten the economic life of the well.

Off-Lease Storage, Etc.:
Page 2
January 14, 1994

Because working interests for the proposed wells are different from the well where the proposed storage facilities are located, oil from each of the wells will be measured by positive displacement, temperature compensated metering equipment prior to surface commingling. Gas from the wells will also be metered separately. This metering will ensure that all production from each of the wells is equitably accounted for with no significant effect on your revenue. The production in the wells will be from the same producing zone which is the Canyon.

In accordance with the Oil Conservation Division's Rules 303-B, 309-B and 309-C, the following diagrams and maps are submitted for your information.

Attachment II A diagram of the proposed measurement equipment, separators and storage tanks in accordance with the "Manual for Installation and Operation of Commingling Facilities".

Attachment III Notification of working interest owners of the proposal to commingle production.

Attachment IV Notification to the Bureau of Land Management.

Yates Petroleum Corporation appreciates your cooperation in this matter. If you should have any questions or need further information, please give me a call at 505-748-1471.

Thank you.

Sincerely,



Rusty Klein
Production Clerk

RK/pbs

Attachments

ATTACHMENT I

O - North Duffer Draw

AHA

3

2

1

6

10

11

12

7

15

14

13

18

22

23

24

19

CHOLLA

CATCLAW

CATCLAW "AGM" STATE

FOSTER AN

FOSTER A N

FOSTER "AN"

FOSTER A N

COVERT

CHOLLA AGE FD

CATCLAW AGM ST

CATCLAW "AGM" ST HUISACHE AHI ST

COOPER AHH

COOPER AHH

MOBIL

MOBIL

COVERT

CACTI AGB ST

HUISACHE AHI

FOSTER FF

FOSTER FF

FOSTER FF

CATCLAW

CANDELILLA "AKD" ST

CANDELILLA "AKD" STINIZA AGZ

FOXTAIL "AJX" FD

OCOTILLO AGI FD

CONOCO

CONOCO AGK FD

SAGUARO "AGS" FEDER

SARA "AHA"

HILLVIEW AHE FD

CONOCO "AGK" FEDERA

CONOCO "AGK" FD

SAGUARO AGS FD

SARA "AHA" COM

HILLVIEW AHE FD

SAGUARO AGS FD

SAGUARO "AGS" FD

CONOCO "AGK" FEDERA

SARA "AHA"

CENIZA AGZ

OCOTILLO

SARA "AHA"

SARA "AHA"

SARA "AHA"

SARA "AHA" COM

CENIZA AGZ

BUCHANAN GAS

MOBIL FD

SARA AHA

JOHN "AGU"

JOHN "AGU"

JOHN "AGU"

JOHN AGU

CENIZA AGZ

SAGUARO "AGS" FEDER SENITA AIP FD

SAGUARO AGS FD HILL VIEW "AHE" FED

HILL VIEW "AHE" FEDENITA "AIP" FEDERA

SAGUARO "AGS" FD

HILLVIEW AHE

HILLVIEW AHE FD

NIX IT

CARL TP

SAGUARO AGS FD

SAGUARO AGS

HILLVIEW AHE

HILLVIEW AHE

MAYER "24"

MAYER

SAGUARO AGS FD

SAGUARO AGS FD

HILLVIEW AHE FD

HILLVIEW AHE

MAYER "24"

MOORE FQ

CARL YB

HILLVIEW AHE FD HILLVIEW AHE

HILLVIEW AHE FD HILLVIEW "AHE" FD

PALO VERDE "AJV" FD

HILLVIEW AHE FD

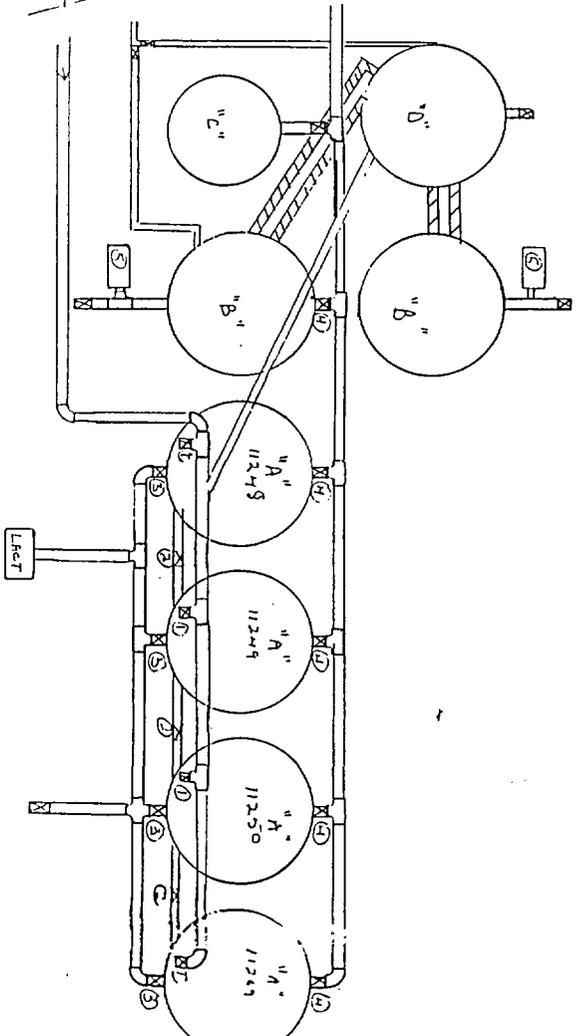
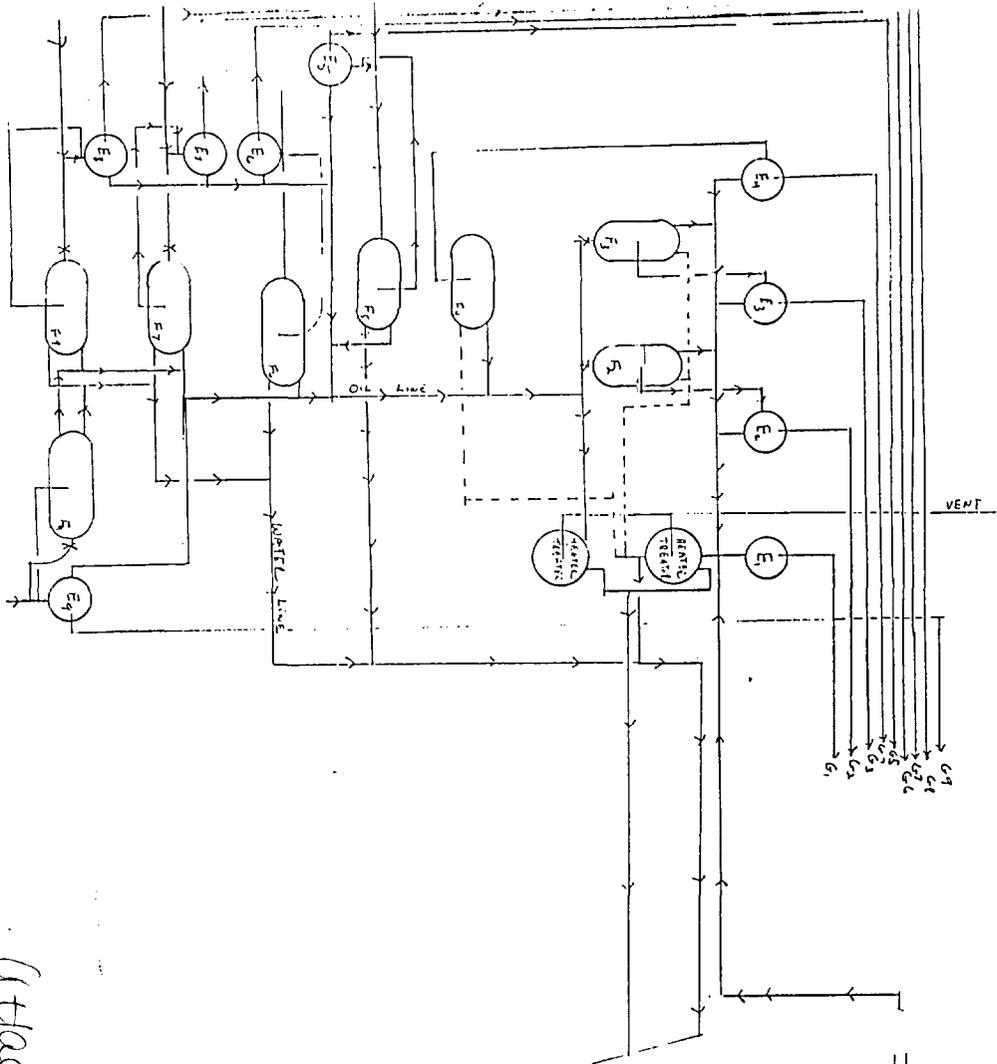
HILLVIEW AHE

HILLVIEW "AHE" FEDE

PRICKLY PEAR AIE FD

PALO VERDE "AV" FE

HUMBLE HOBBS FD



Attachment II

SARA "AHA" TANK BATTERY
 LEASE NO. _____
 LEGAL DESCRIP SEC 11 T205 R24E
 County: Eddy N.M.
 YATES Petro Corp

- A) 500 BBL OIL STORAGE
- B) 500 BBL WATER STORAGE
- C) 210 BBL BSW STORAGE
- D) 750 BBL GUN BARREL

Attachment II

E ₁) SARA #1	SEPERATOR	G ₁) SARA #1	METER	RUN
E ₂) SARA #4	SEPERATOR	G ₂) SARA #4	METER	RUN
E ₃) SAGUARO AGS #6	SEPERATOR	G ₃) SAGUARO #6	METER	RUN
E ₄) SARA #3	SEPERATOR	G ₄) SARA #3	METER	RUN
E ₅) Conoco AGK #10	SEPERATOR	G ₅) SARA #5	METER	RUN
E ₆) SARA #5	SEPERATOR	G ₆) SARA #6	METER	RUN
E ₇) SARA #6	SEPERATOR	G ₇) SAGUARO 13	METER	RUN
E ₈) SAGUARO #13	SEPERATOR	G ₈) Conoco AGK #10	METER	RUN
E ₉) SARA #8	SEPERATOR	G ₉) SARA #8	METER	RUN
F ₂) SARA #4	WATER KNOCKOUT			
F ₃) SAGUARO #6	WATER KNOCKOUT			
F ₄) SARA #3	WATER KNOCKOUT			
F ₅) Conoco #10	WATER KNOCKOUT			
F ₆) SARA #5	WATER KNOCKOUT			
F ₇) SARA #6	WATER KNOCKOUT			
F ₈) SAGUARO #13	WATER KNOCKOUT			
F ₉) SARA #8	WATER KNOCKOUT			

- ① OIL FILL LINES SEALED CLOSED DURING SALES
- ② OIL EQUALIZER SEALED CLOSED DURING SALES
- ③ OIL SALES SEALED CLOSED EXCEPT DURING SALES
- ④ EMERGENCY DRAIN LINES SEALED CLOSED
- ⑤ WATER TO AN APPROVED DISPOSAL SYSTEM

ATTACHMENT III

INTEREST OWNERS
Sara AHA Com #1 Battery

Betty H. Adkins
7107 S. Hudson Circle
Littleton, CO 80122

Margaret H. Baslim
1261 S. Tropez Circle
Orlando, FL 32806

Fina Oil & Chemical Company
P. O. Box 951339
Dallas, TX 75395-1339

Sara C. Garretson
4221 Donnington Drive
Plano, TX 75093

Barbara E. Hannifin
P. O. Drawer 2588
Roswell, NM 88202-2588

Daniel S. Hannifin
P. O. Box 218
Midland, TX 79702

Mary B. Hannifin
293 South Ashland Ave.
Lexington, KY 40502

Steven P. Hannifin
Training Air Wing Four
Naval Air Station
Corpus Christi, TX 78419-5102

Mark A. Hannifin
P. O. Box 218
Midland, TX 79702

Matt B. Hannifin
P. O. Box 218
Midland, TX 79702

Kathryn McCormick
2905 San Pablo, N.E.
Albuquerque, NM 87110

McCaw & Nix A. Partnership
P. O. Box 440
Artesia, NM 88210

Myco Industries, Inc.
P. O. Box 840
Artesia, NM 88211-0840

Ralph Nix, Jr.
P. O. Box 440
Artesia, NM 88211-0440

Santa Fe Energy Operating
550 West Texas
Suite 1330
Midland, TX 79701

Margaret Morris Wheeler
P. O. Box 101535
Fort Worth, TX 76185-1535

Wills Royalty, Inc.
P. O. Box 1658
Carlsbad, NM 88220

Margaret E.H. Wygocki
721 Robins Road
Lansing, MI 48917

Lillie M. Yates Estate
P. O. Box 840
Artesia, NM 88211-0840

Martin Yates, III Estate
P. O. Box 840
Artesia, NM 88211-0840

Minerals Management Service
P. O. Drawer 1857
Roswell, NM 88201

P 083 924 822



Receipt for Certified Mail

No Insurance Coverage Provided
Do not use for International Mail
(See Reverse)

To: <i>Betty H. Atkins</i>	
Street and No.: <i>107 S. Hudson Circle</i>	
P. O., State and ZIP Code: <i>Littleton, Co 80122</i>	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

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MAIL

P 083 924 823



Receipt for Certified Mail

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(See Reverse)

Sent to <i>Margaret H. Basler</i>	
Street and No. <i>261 S. Independence</i>	
P.O. State and ZIP Code <i>Orlando, FL 32806</i>	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

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MAIL

P 083 924 824



Receipt for Certified Mail

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Sent to <i>Amal Oil Chemical Co</i>	
Street and No. <i>PO Box 957339</i>	
P.O. State and ZIP Code <i>Atlanta GA 30329-1339</i>	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

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P 083 924 825



Receipt for Certified Mail

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Sent to	<i>Jana C. Garnett</i>	
Street and No.	<i>7221 Derwenton Dr</i>	
P.O. Office and ZIP Code	<i>Plains, IA 50933</i>	
Postage		\$
Certified Fee		
Special Delivery Fee		
Restricted Delivery Fee		
Return Receipt Showing to Whom & Date Delivered		
Return Receipt Showing to Whom, Date, and Addressee's Address		
TOTAL Postage & Fees		\$
Postmark or Date	<i>LEONIA, MI MAY 1 1991</i>	

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MAIL

P 083 924 826



Receipt for Certified Mail

No Insurance Coverage Provided
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Send to <i>Barbara E. Hannifin</i>	
Street and No. <i>P.O. Drawer 2588</i>	
P.O., State and ZIP Code <i>Roswell, GA 30022-2588</i>	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

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MAIL

P 083 924 827



Receipt for Certified Mail

No Insurance Coverage Provided
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Sender <i>Samuel S. Hannigan</i>	
Street and No. <i>PO Box 218</i>	
City, State and ZIP Code <i>Millard IA 50702</i>	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

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MAIL

P 083 924 828



Receipt for Certified Mail

No Insurance Coverage Provided
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Sent to <i>Mary B Handley</i>	
Street and No. <i>293 Washburn Ave</i>	
P.O., State and ZIP Code <i>Lexington, Ky 40502</i>	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

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MAIL

P 083 924 829



Receipt for Certified Mail

No Insurance Coverage Provided
Do not use for International Mail
(See Reverse)

Sent to <i>Stephen P Hannifin</i>	
Street and No. <i>Palmer Blvd King Tower</i>	
City, State and ZIP Code <i>Naval Air Station</i>	
<i>Cooper Creek #13419-502</i>	
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$ -
Postmark or Date	

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P 083 924 829

MAIL

P 083 924 830



Receipt for Certified Mail

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(See Reverse)

Sent to <i>Mark A Harrison</i>	
Street and No. <i>PO Box 218</i>	
Post Office, State and ZIP Code <i>Millard IA 50702</i>	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	-
TOTAL Postage & Fees	\$
Postmark or Date	

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P 083 924 830

MAIL

P 083 924 831



Receipt for Certified Mail

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(See Reverse)

Sender's Name <i>Matt B. Harney</i>	
Street, Apt. No. <i>PO Box 218</i>	
P.O., State and ZIP Code <i>Millard IA 50702</i>	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

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P 083 924 831

MAIL

P 083 924 832



Receipt for Certified Mail

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To <i>Kathryn M. Carnick</i>	
Street and No. <i>2905 San Pablo NE</i>	
State and ZIP Code <i>Albuquerque NM 87110</i>	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$-
Postmark or Date	

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P 083 924 832

MAIL

P 083 924 833



Receipt for Certified Mail

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To: <i>M. Caw-Nix Partnership</i>	
Street and No. <i>PO Box 440</i>	
P.O., State, and ZIP Code <i>Atlanta GA 30311-0440</i>	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

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P 083 924 833

MAIL

P 083 924 834



Receipt for Certified Mail

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Sent to <i>Ralph Nix, Jr.</i>	
Street and No. <i>PO Box 440</i>	
P.O. / State and ZIP Code <i>Atlanta GA 30311-0440</i>	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

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P 083 924 834

MAIL

P 083 924 835



Receipt for Certified Mail

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(See Reverse)

Sent to <i>Nanta Fe Energy Operating</i>	
Street and No. <i>350 W. Tulas Suite 1330</i>	
P.O., State and ZIP Code <i>Midland TX 79701</i>	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

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P 083 924 835

MAIL

P 083 924 836



Receipt for Certified Mail

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Send to <i>Margaret Morris Skudder</i>	
Street and No. <i>PO Box 101535</i>	
P.O., State, and ZIP Code <i>Ft. Smith AR 76185-1535</i>	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date -	

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P 083 924 836

MAIL

P 083 924 771



Receipt for Certified Mail

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Sender <i>Mellis Royalty Inc</i>	
Street and No. <i>PO Box 1658</i>	
P.O. State and ZIP Code <i>Carlsbad NY 11820</i>	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

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P 083 924 771

MAIL

P 083 924 772



Receipt for Certified Mail

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(See Reverse)

Name <i>Margaret E.H. Kyszacki</i>	
Street and No. <i>721 Robins Rd</i>	
P.O. State and ZIP Code <i>Alencing, Md 48917</i>	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

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P 083 924 772

MAIL

P 083 924 674



**Receipt for
Certified Mail**

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Sent to <i>Bureau of Land Management</i>	
Street and No. <i>P.O. box # 1778</i>	
P.O., State and ZIP Code <i>Carlsbad, NM 88221-1778</i>	
Postage <i>Mr. Pe Ara</i>	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date <i>January 13, 1994</i> <i>Sara AAA Com #1</i>	

PS Form 3800, June 1 1991

WELLS GOING INTO SARA AHA COM #1 BATTERY LOCATED NESE OF SECTION 11-T20S-R24E

CA No.: NMNM82527:

Sara AHA Com #1, NESE (Unit I) of Section 11-T20S-R24E, Eddy Co., NM
Sara AHA Com #4, SWSE (Unit O) of Section 11-T20S-R24E, Eddy Co., NM
Sara AHA Com #5, SESW (Unit N) of Section 11-T20S-R24E, Eddy Co., NM
Sara AHA Com #6, SESE (Unit P) of Section 11-T20S-R24E, Eddy Co., NM
Conoco AGK Federal Com #10, (NWSE (Unit J) of Section 11-T20S-R24E, Eddy Co., NM

CA No.: NMNM84622:

Sara AHA Com #3, NENE (Unit A) of Section 11-T20S-R24E, Eddy Co., NM
Saguaro AGS Federal Com #6, SWNE (Unit G) of Section 11-T20S-R24E, Eddy Co., NM
Saguaro AGS Federal Com #13, NWNE (Unit) of Section 11-T20S-R24E, Eddy Co., NM
Sara AHA Com #8, SENE (Unit H) of Section 11-T20S-R24E, Eddy Co., NM

CRA BLM FORMAT

APPLICATION FOR SURFACE COMMINGLING,
OFF LEASE STORAGE AND MEASUREMENT APPROVAL

This Format Should Be Attached To A Sundry Notice

To: Bureau of Land Management
P. O. Box 1778
Carlsbad, New Mexico 88221-1778

Yates Petroleum Corp. (Operator's Name) is requesting approval for surface commingling and off-lease storage and measurement of hydrocarbon production from the following formation(s) and well(s) on Federal Lease No. CA NMNM82527 ; Lease Name: Sara AHA Com

Conoco AGK Fed Com #10

<u>Well No.</u>	<u>Loc.</u>	<u>Sec.</u>	<u>Twp.</u>	<u>Rng.</u>	<u>Formation</u>
AHA #1	I	11	20S	24E	Canyon
AHA #4	O	11	20S	24E	Canyon
AHA #5	N	11	20S	24E	Canyon
AHA #6	P	11	20S	24E	Canyon
AGK #10	J	11	20S	24E	Canyon

with hydrocarbon production from the following formation(s) and well(s) on Federal lease No. CA NMNM 84622 ; Lease Name: Sara AHA Com

Sagua AGS Fed Com

<u>Well No.</u>	<u>Loc.</u>	<u>Sec.</u>	<u>Twp.</u>	<u>Rng.</u>	<u>Formation</u>
AHA #3	A	11	20S	24E	Canyon
AHA #8	H	11	20S	24E	Canyon
AGS #6	G	11	20S	24E	Canyon
AGA #13	B	11	20S	24E	Canyon

Production from the wells involved is as follows:

<u>Well Name and No.</u>	<u>BOPD</u>	<u>Oil Gravity</u>	<u>MCFPD</u>
Sara AHA Com #1	5	41.3	30
Sara AHA Com #4	27	41.3	218
Sara AHA Com #5	64	41.3	454
Sara AHA Com #6	57	41.3	55
Conoco AGK Fed Com #10	27	41.3	203
Sara AHA Com #3	135	41.3	241
Sagua AGS Fed Com #6	65	41.3	126
Sagua AGS Fed Com #13	117	41.3	347
Sara AHA Com #8	59	41.3	92

Continued....

Continued:

The proposed operation is described in detail on the attached diagrams.

A map is enclosed showing the lease numbers and location of all leases and wells that will contribute production to the proposed commingling/common storage facility. All unitized/communitized areas, producing zones/pools are also clearly illustrated.

A schematic diagram is also attached which clearly identifies all equipment that will be utilized.

The storage and measuring facility is located at NESE, Sec. 11, T 20 S, R 24 E, on lease No. CA NMNM82527 Eddy County, New Mexico. BLM will be notified if there is any future change in the facility location.

Details of the proposed method for allocating production to contributing sources is as follows:

Oil from each individual well will be measured by positive displacement, temperature compensated metering equipment prior to commingling on the surface.
Gas from the wells will also be metered separately.

The working interest owners have been notified of the proposal.

The proposed commingling of production is in the interest of conservation and will not result in reduced royalty or improper measurement of production.

The proposed commingling is necessary for continued operation of the above referenced Federal leases.

We understand that the requested approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument. And, we will submit within 30 days an application for right-of-way approval to the BLM's Realty Section in your office if we have not already done so.

Signature: 

Name: Rusty Klein

Title: Production Clerk

Date: January 12, 1994

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102
Supersedes C-128
Effective 1-1-65

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

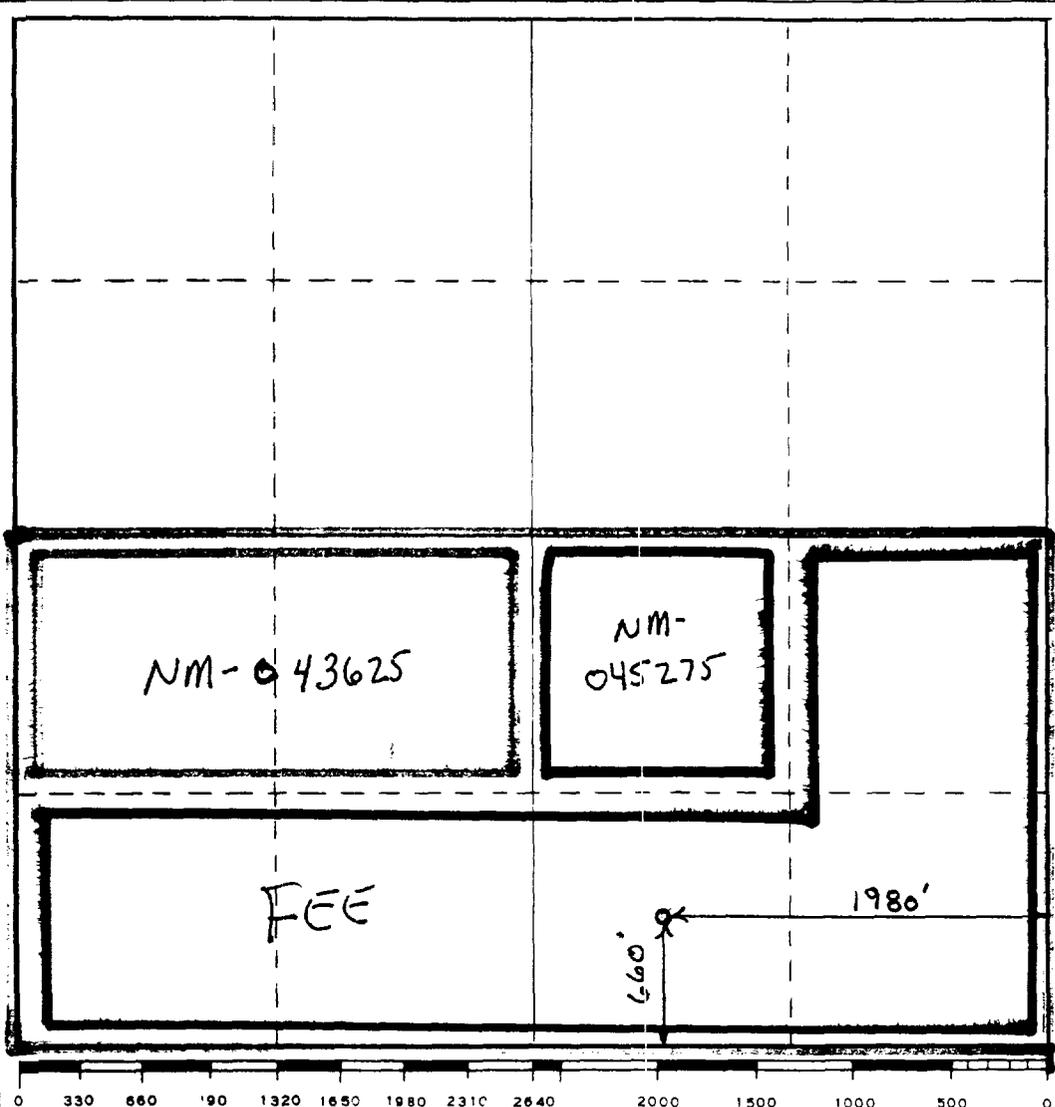
Operator Yates Petroleum Corporation		Lease Sara "AHA" Com		Well No. 4
Unit Letter 0	Section 11	Township 20S	Range 24E	County Eddy
Actual Footage Location of Well: 660 feet from the South line and 1980 feet from the East line				
Ground Level Elev. 3611	Producing Formation Cisco Canyon	Pool So. Dagger Draw Upper Penn	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 Communitization

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.

Ken Beardemph
Name
Ken Beardemph

Position
Landman

Company
Yates Petroleum Corporation

Date
11-26-90

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.

Date Surveyed
11-23-90

Registered Professional Engineer and/or Land Surveyor
Dan R. Reddy

Certificate No.
PE & PS 5412

Submit to Appropriate District Office
 State Lease - 4 copies
 Fee Lease - 3 copies

State of New Mexico
 Energy, Minerals and Natural Resources Department

Form C-102
 Revised 1-1-89

OIL CONSERVATION DIVISION

DISTRICT I
 P.O. Box 1980, Hobbs, NM 88240

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT II
 P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
 1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

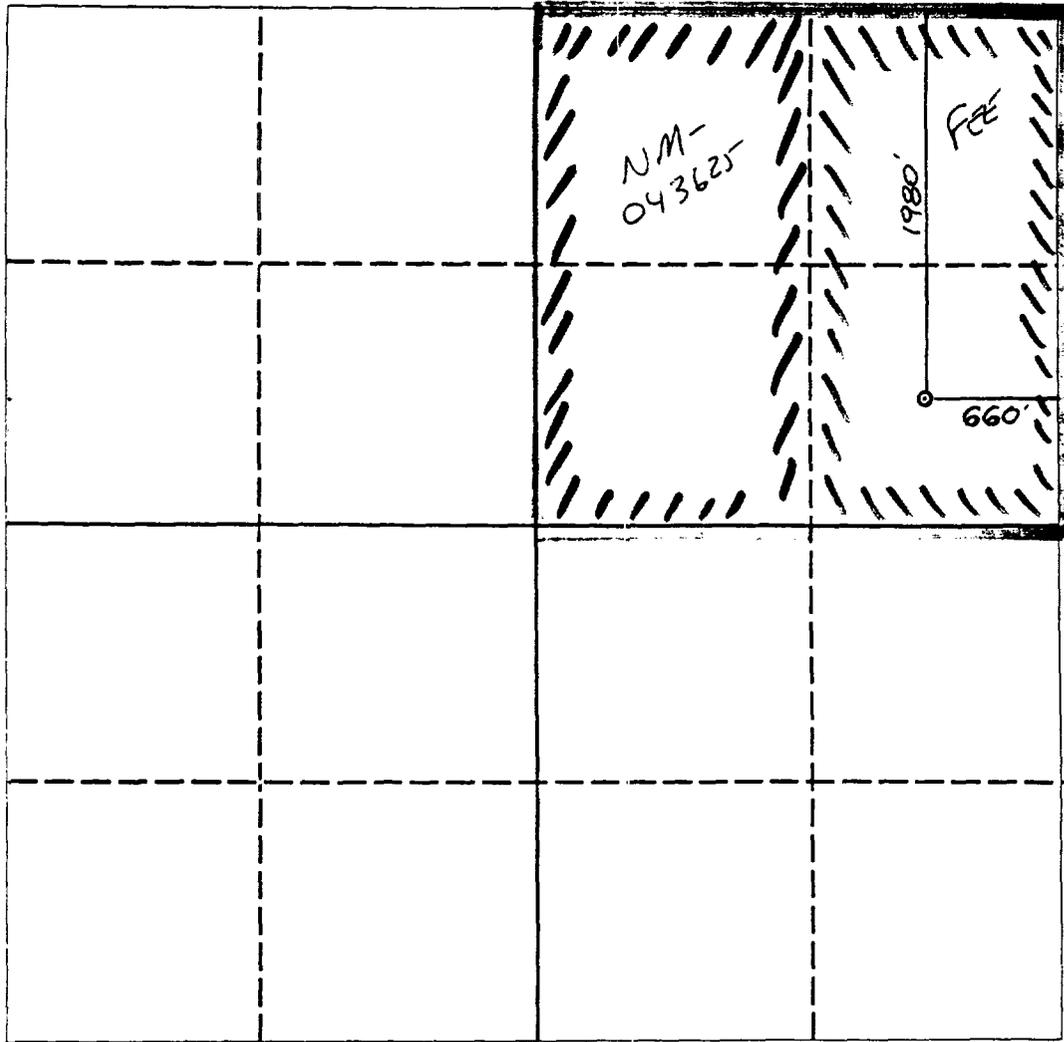
Operator YATES PETROLEUM CORPORATION			Lease SARA AHA COM		Well No. 8
Unit Letter H	Section 11	Township 20 SOUTH	Range 24 EAST	County EDDY COUNTY, NM	
Actual Footage Location of Well: 1980 feet from the NORTH line and 660 feet from the EAST line					
Ground level Elev. 3607.	Producing Formation CISCO CANYON	Pool NORTH DAGGER DRAW UPPER PENN	Dedicated Acreage: 160 Acres		

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

Yes No If answer is "yes" type of consolidation communitization

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 interest, has been approved by the Division.



OPERATOR CERTIFICATION

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

Signature: *Ken Beardemphl*

Printed Name: **KEN BEARDEMPL**

Position: **LANDMAN**

Company: **YATES PET. CORP.**

Date: **7-20-92**

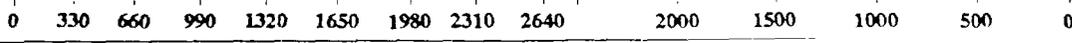
SURVEYOR CERTIFICATION

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 knowledge and belief.

Date Surveyed: **JULY 9, 1992**

Signature of SRAL OFE D D Y Professional Surveyor: *[Signature]*

NEW MEXICO
 5412
 PROFESSIONAL ENGINEER



UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OPERATOR'S COPY

FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

Type of Well

Oil Well Gas Well Other

Name of Operator

YATES PETROLEUM CORPORATION (505) 748-1471

Address and Telephone No.

105 South 4th St., Artesia, NM 88210

Location of Well (Footage, Sec., T., R., M., or Survey Description)

1980' FSL & 660' FEL of Section 11-T20S-R24E (Unit 1)

5. Lease Designation and Serial No.

Fee Lease NM 04525

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

NMNM 82527

8. Well Name and No.

Sara AHA Com #1

9. API Well No.

30-015-23890

10. Field and Pool, or Exploratory Area

South Dagger Draw Upper Penn

11. County or Parish, State

Eddy Co., NM

CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

TYPE OF ACTION

- Notice of Intent
Subsequent Report
Final Abandonment Notice

- Abandonment
Recompletion
Plugging Back
Casing Repair
Altering Casing
Other Surface Commingling, off lease storage & measurement

- Change of Plans
New Construction
Non-Routine Fracturing
Water Shut-Off
Conversion to Injection
Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

Please see the attached form for surface commingling, off lease storage and measurement for the list of the attached wells.

The battery is located at the Sara AHA Com #1 location. Please see attached map and site facility diagram.

RECEIVED
JAN 10 11 31 AM '94

I hereby certify that the foregoing is true and correct

Signed Rusty Klein Title Production Clerk Date January 12, 1994

(This space for Federal or State office use)

Approved by Adam Deland Title Petroleum Engineer Date 2/4/94

Conditions of approval, if any:

Subject to Like Approval