

Form 3160-5  
(June 1990)UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENTFORM 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

## 1. Type of Well

Oil ☒ Gas ☐  
☒ Well ☐ Well ☐ Other

## 2. Name of Operator

Yates Petroleum Corporation

## 3. Address and Telephone No.

105 South Fourth Street, Artesia, NM 88210 (575) 7481471

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

200' FSL &amp; 200' FWL Section 2-T16S-R29E SWSW Unit M SHL

950' FSL &amp; 330' FWL Section 3-T16S-R29E SWSW Unit M BHL

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

## TYPE OF SUBMISSION

- ☒
- Notice of Intent
- 
- ☐
- Subsequent Report
- 
- ☐
- Final Abandonment Notice

## TYPE OF ACTION

- ☐
- Abandonment
- 
- ☐
- Recompletion
- 
- ☐
- Plugging Back
- 
- ☐
- Casing Repair
- 
- ☐
- Altering Casing
- 
- ☒
- Other Off Lease 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)

13. 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.)\*

Yates Petroleum Corporation respectfully request administrative approval for Off Lease Measurement for the following wells. Measurement facilities are located on the Big Miguel Battery on Sec 2-T16S-R29E Unit M. Note: Surface locations for both Pequeno Mike wells listed below are on Sec 2-T16S-R29E.

## Federal

Pequeno Mike BLU Federal #1H  
Sec 2-T16S-R29E Unit M (surface)  
Sec 3-T16S-R29E Unit M (bottom)  
County Line Tank/ABO  
Eddy County, NM  
Federal Lease #NM-105211  
API# 30-015-36390

## Federal

Pequeno Mike BLU Federal #2H  
Sec 2-T16S-R29E Unit L (surface)  
Sec 3-T16S-R29E Unit I (bottom)  
County Line Tank/ABO  
Eddy County, NM  
Federal Lease #NM-105211  
API# 30-015-37059

RECEIVED

DEC 09 2010

NMOCD ARTESIA

## Oil measurement-

The Pequeno Mike BLU Fed. #1H and #2H oil will be measured and sold on the Big Miguel BKN St. Com #1H battery utilizing 3 of the 4 tanks currently on location (see attached site facility diagram). The Big Miguel BKN #1H will utilize its own tank also noted on the site facility diagram).

## Gas measurement-

The Pequeno Mike BLU Fed. #1H and #2H gas will be measured and reported as sold on the Big Miguel BKN St. Com #1H battery currently utilizing meter #902 and #903. The Big Miguel BKN #1H will utilize the current meter #925.

The off lease measurement of production is in the interest of conservation and economic feasibility, and will not result in reduced royalty or improper measurement of production. There will be no commingling of production between leases prior to BLM point of measurement.

SEE ATTACHED FOR  
CONDITIONS OF APPROVAL

## 14. I hereby certify that the foregoing is true and correct

Signed

*Michelle Taylor*

Title Reg. Compl. Mgr

Date October 12, 2010

(This space for Federal or State office use)

Approved by

Is/ JD Whitlock Jr

Title

LPET

Date

12/2/10

Conditions of approval, if any:

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Accepted for record *DD*  
NMOCD

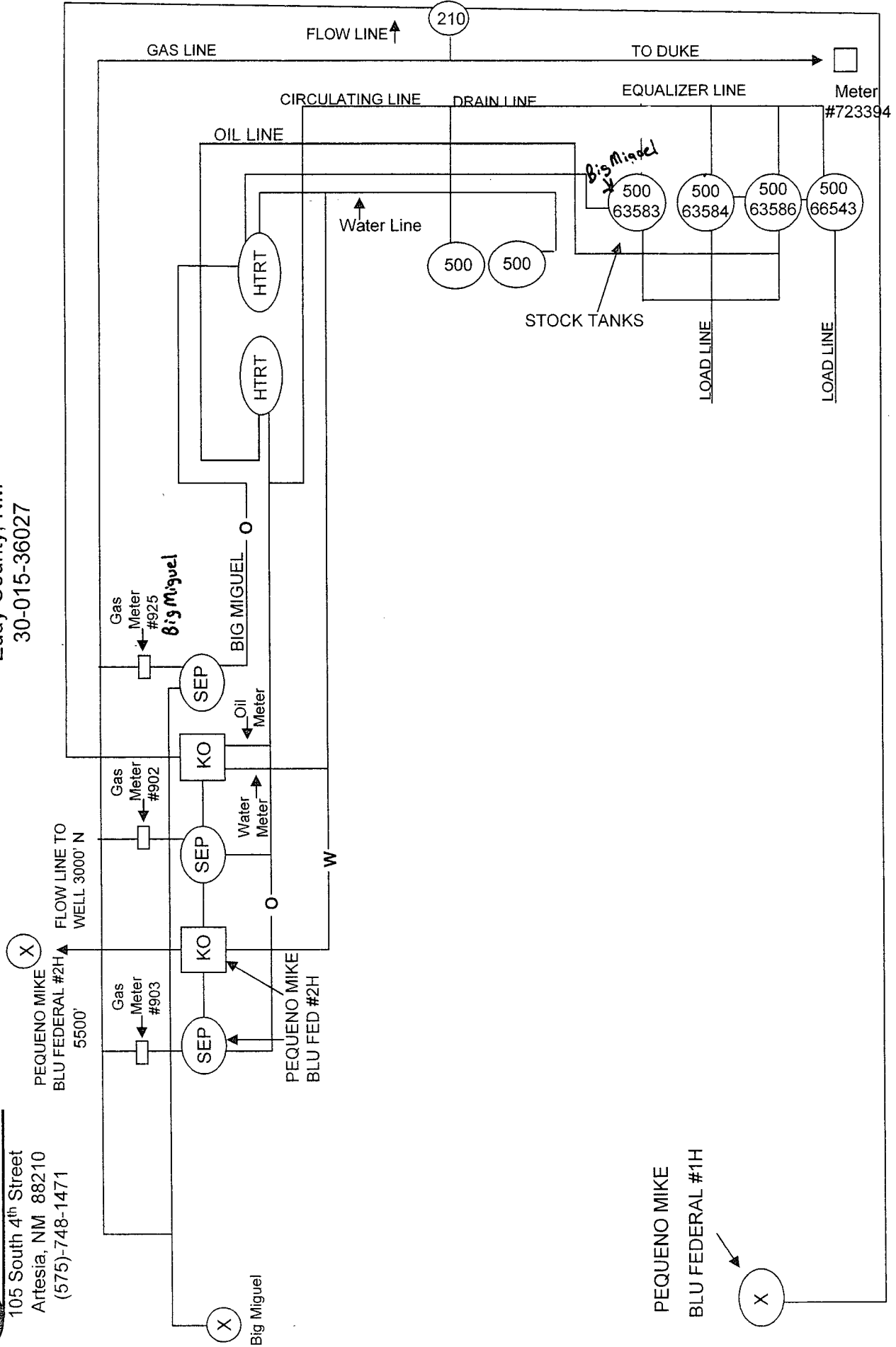


105 South 4th Street  
Artesia, NM 88210  
(575)-748-1471

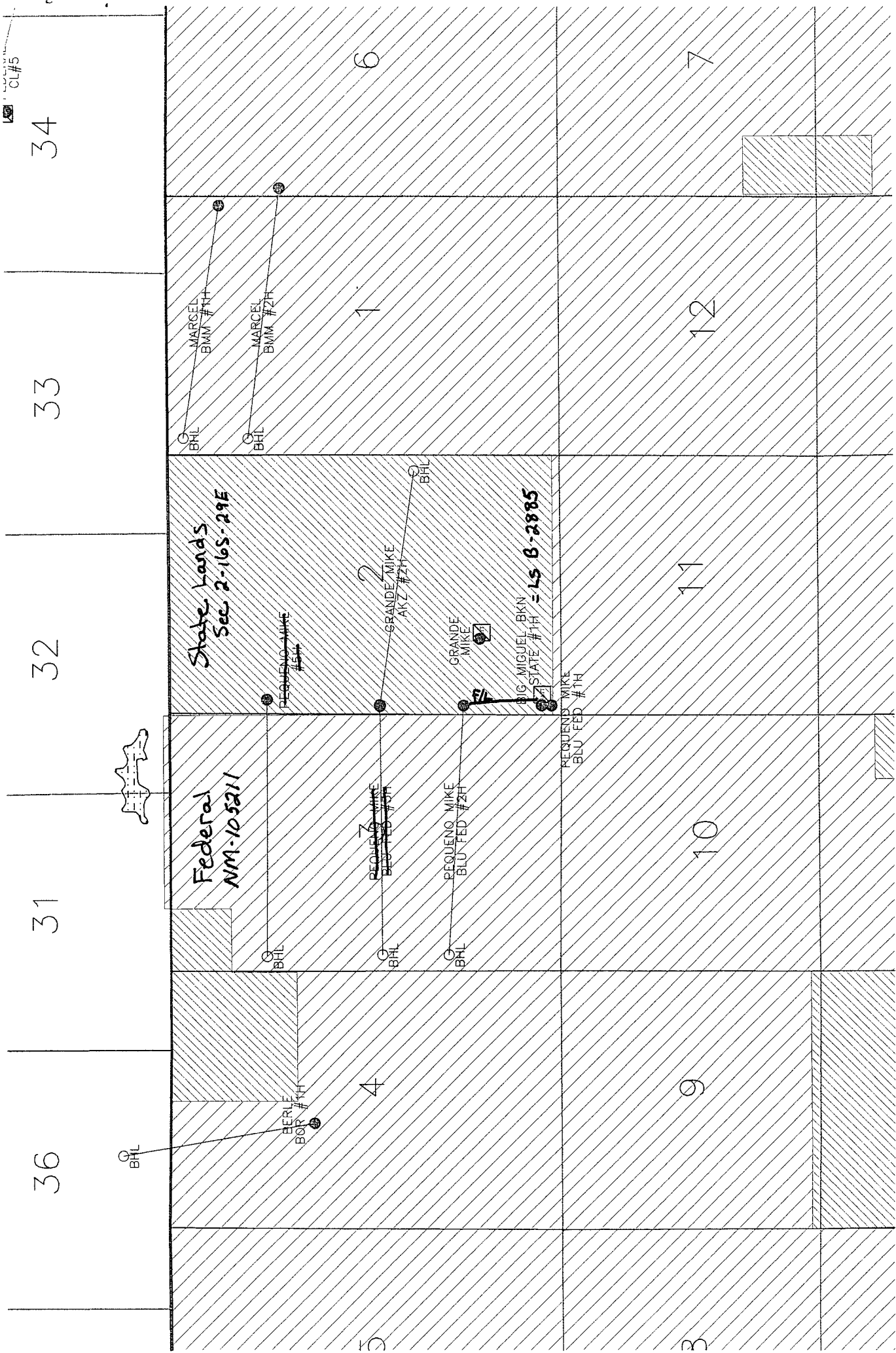
# BIG MIGUEL BKN ST COM #1H

400' FSL & 220' FWL \* Sec 2 - T 16S - R29E \* Unit M  
Eddy County, NM  
30-015-36027

-Danny Matthews  
October, 2010



This diagram is subject to the Yates Petroleum Corporation August 1983 Security Plan  
which is on file at 105 South 4th Street, Artesia, NM



CL#5

36

31

32

33

34

BHL

BERLE  
BOR #1H

4

BHL

Federal  
NM-105211



State Lands  
Sec 2-16S-29E

PEQUENO MIKE  
BLU FED #1H

2

PEQUENO MIKE  
BLU FED #1H

PEQUENO MIKE  
BLU FED #1H

PEQUENO MIKE  
BLU FED #2H

GRANDE MIKE  
AKZ #2H

BHL

GRANDE MIKE  
BLU FED #1H

BIG MIGUEL BKN  
STATE #1H = LS B-2885

PEQUENO MIKE  
BLU FED #1H

9

10

11

12

6

1

7

DISTRICT I  
M. French Dr., Hobbs, NM 88240

DISTRICT II  
1301 W. Grand Avenue, Artesia, NM 88210

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

DISTRICT IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-102  
Revised October 12, 2005

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, New Mexico 87505

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

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code <b>97489</b>	Pool Name Wildcat Wolfcamp
Property Code	Property Name PEQUENO MIKE "BLU" FEDERAL	Well Number 1H
OGRID No. 025575	Operator Name YATES PETROLEUM CORP.	Elevation 3718'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	2	16 S	29 E		200	SOUTH	200	WEST	EDDY

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
M	3	16 S	29 E		950	SOUTH	330	WEST	EDDY

Dedicated Acres	Joint or Infill	Consolidation Code	Order No.
160			

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

		<p><b>OPERATOR CERTIFICATION</b></p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location, pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p><i>Cy Cowan</i> 5/15/08 Signature Date</p> <p>Cy Cowan Printed Name</p>
<p><b>BOTTOM HOLE LOCATION</b> Lat - N32°56'45.87" Long - W104°04'12.61" SPC- N.: 708017.706 E.: 622066.909 (NAD-83)</p>		<p><b>SURFACE LOCATION</b> Lat - N32°56'38.45" Long - W104°03'12.37" SPC- N.: 707281.487 E.: 627201.362 (NAD-83)</p>
<p><b>Project Area</b></p>		<p><b>SURVEYOR CERTIFICATION</b></p> <p>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.</p> <p>MAY 1 2008 Date Surveyed</p> <p>Signature &amp; Seal of Professional Surveyor W.D. Jones</p> <p>Certificate No. Gary L. Jones 7977</p> <p>BASIN SURVEYS</p>

DISTRICT I  
1625 N. French Dr., Hobbs, NM 88240

DISTRICT II  
1301 N. Grand Avenue, Artesia, NM 88210

DISTRICT III  
1000 Rio Braxos Ed., Aztec, NM 87410

DISTRICT IV  
1320 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-102  
Revised October 12, 2005

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State Lease - 4 Copies  
Fee Lease - 3 Copies

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, New Mexico 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number	Pool Code	Pool Name Wildcat Wolfcamp
Property Code	Property Name PEQUENO MIKE "BLU" FEDERAL	Well Number 2H
OGRID No. 025575	Operator Name YATES PETROLEUM CORP.	Elevation 3739'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	2	16 S	29 E		1990	SOUTH	200	WEST	EDDY

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
L	3	16 S	29 E		2270	SOUTH	330	WEST	EDDY

Dedicated Acres 160	Joint or Infill	Consolidation Code	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

		<p><b>OPERATOR CERTIFICATION</b></p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location pursuant to a contract with an owner of such a mineral or working interest, or is a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p><i>Cy Cowan</i> 3/11/09 Signature Date</p> <p>Cy Cowan, Regulatory Agent Printed Name</p>
<p><b>BOTTOM HOLE LOCATION</b> Lat - N32°56'58.93" Long - W104°04'12.61" SPC- N.: 709337.700 E.: 622063.276 (NAD-83)</p>		<p><b>SURFACE LOCATION</b> Lat - N32°56'56.16" Long - W104°03'12.37" SPC- N.: 709071.513 E.: 627196.827 (NAD-83)</p>
<p><b>BASIN SURVEYS</b></p>		<p><b>SURVEYOR CERTIFICATION</b></p> <p>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.</p> <p>FEBRUARY 9, 2009</p> <p>Date Surveyed Signature &amp; Seal Gary L. Jones Professional Surveyor No. 7977</p> <p>Certificate No. Gary L. Jones 7977</p>

**Bureau of Land Management  
Carlsbad Field Office  
620 East Greene Street  
Carlsbad, New Mexico 88220  
575-234-5972**

**Off-Lease Measurement**

**Conditions of Approval**

Approval of off-lease measurement is subject to the following conditions of approval:

1. This agency shall be notified of any change in sales method or location of the Sales point.
2. This agency shall be notified of any spill or discharge as required by NTL-3A. No gas may be vented without proper measurement and prior approval. Any gas vented must be flared.
3. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments.
4. This approval is subject to like approval by the New Mexico Oil Conservation Division.
5. Additional wells and/or leases require additional approvals.
6. This approval does not constitute right-of-way approval for any off-lease activities. Within 30 days, an application for right-of-way approval must be submitted to the Realty Section if not already done.
7. Approval for off-lease measurement from various sources is a privilege which is granted to lessees for the purpose of aiding conservation and extending the economic life of leases. Applicants should be cognizant that failure to operate in accordance with the provisions outlined in the Authorized Officer's conditions of approval and/or subsequent stipulations or modifications will subject such approval to revocation.
8. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be color which simulates "standard Environmental Colors" – Shale Green, Munsell Soil Color No. 5Y 4/2.