LOGGED IN 9-2-04

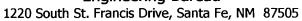
TYPE SWD

PSEM0424645

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -





OCD-orig

Tenneco	ADP	State	Com	#1
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30-025-25762

Tellife	CO ADI Otato O	<u></u>				020 20102
		ADMINISTRA	TIVE AP	PLICATION (CHECKLIST	
тн	IS CHECKLIST IS MA			ICATIONS FOR EXCEPTION THE DIVISION LEVEL IN	NS TO DIVISION RULES AN I SANTA FE	ID REGULATIONS
Applic	[DHC-Down [PC-Poo	ndard Location] [N: hole Commingling]	[CTB-Lease [OLS - Off-Leas pansion] [P er Disposal]	Commingling] [PI e Storage] [OLM-(MX-Pressure Mainter [IPI-Injection Pressu	• •	ngling] ent]
[1]	TYPE OF AP [A]	PLICATION - Chec Location - Spacing NSL N	Unit - Simultar		30-025-25	5762
	Check [B]	One Only for [B] or Commingling - Sto DHC C	rage - Measure		S □ OLM	~ 39
	[C]			rease - Enhanced Oil F D		1
	[D]	Other: Specify				
[2]	NOTIFICATI [A]			se Which Apply, or ng Royalty Interest O		
	[B]	☐ Offset Operat	ors, Leaseholde	rs or Surface Owner		
	[C]	Application is	One Which Re	quires Published Lega	ll Notice	
	[D]			nt Approval by BLM omissioner of Public Lands, State		
	[E]	For all of the	above, Proof of	Notification or Public	ation is Attached, and/	or,
	[F]	☐ Waivers are A	ttached			
[3]		CURATE AND CO ON INDICATED AI		ORMATION REQU	IRED TO PROCESS	THE TYPE OF
	val is <mark>accurate</mark> aı	nd complete to the be	est of my knowl		n this application for action will be ivision.	
	Note:	Statement must be con	npleted by an indi	vidual with managerial a	nd/or supervisory capacity	<i>j</i> .
Sam E	Brandon	Sa	mesan		tions Engineer	8/17/04
Print o	r Type Name	Signature		Title		Date

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

FORM C-108 Revised 4-1-98

1	Tenneco ADP State Com #1 APPLICATION FOR AUTHORIZATION TO INJECT 30-025-25762
Ī.	PURPOSE: Secondary Recovery Pressure Maintenance X Disposal Storage
	Application qualifies for administrative approval?XYesNo
II.	OPERATOR:
	ADDRESS: 105 South 4 th Street, Artesia, New Mexico 88210
	CONTACT PARTY: Sam Brandon PHONE: (505) 748-4281
III.	WELL DATA: Complete the data required on the reverse side of this form for each well proposed for injection.
	Additional sheets may be attached if necessary.
IV.	Is this an expansion of an existing project? Yes X No
	If yes, give the Division order number authorizing the project:
V.	Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review.
VI.	Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail.
VII.	Attach data on the proposed operation, including:
	 Proposed average and maximum daily rate and volume of fluids to be injected; Whether the system is open or closed; Proposed average and maximum injection pressure; Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than re-injected produced water; and,
	5. If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.).
*VIII	Attach appropriate geologic data on the injection zone including appropriate litho logic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval.
IX.	Describe the proposed stimulation program, if any.
*X.	Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted).
*XI.	Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken.
XII.	Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water.
XIII.	Applicants must complete the "Proof of Notice" section on the reverse side of this form.
XIV.	Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.
	NAME: Sam Brandon TITLE: Operations Engineer SIGNATURE: DATE: 8/17/04
*	If the information required under Sections VI, VIII, X, and XI above has been previously submitted, it need not be resubmitted. Please show the date and circumstances of the earlier submittal:
DIST	RIBUTION: Original and one copy to Santa Fe with one copy to the appropriate District Office

III. WELL DATA

- A. The following well data must be submitted for each injection well covered by this application. The data must be both in tabular and schematic form and shall include:
 - (1) Lease name; Well No.; Location by Section, Township and Range; and footage location within the section.
 - (2) Each casing string used with its size, setting depth, sacks of cement used, hole size, top of cement, and how such top was determined.
 - (3) A description of the tubing to be used including its size, lining material, and setting depth.
 - (4) The name, model, and setting depth of the packer used or a description of any other seal system or assembly used.

Division District Offices have supplies of Well Data Sheets which may be used or which may be used as models for this purpose. Applicants for several identical wells may submit a "typical data sheet" rather than submitting the data for each well.

- B. The following must be submitted for each injection well covered by this application. All items must be addressed for the initial well. Responses for additional wells need be shown only when different. Information shown on schematics need not be repeated.
 - (1) The name of the injection formation and, if applicable, the field or pool name.
 - (2) The injection interval and whether it is perforated or open-hole.
 - (3) State if the well was drilled for injection or, if not, the original purpose of the well.
 - (4) Give the depths of any other perforated intervals and detail on the sacks of cement or bridge plugs used to seal off such perforations.
 - (5) Give the depth to and the name of the next higher and next lower oil or gas zone in the area of the well, if any.

XIV. PROOF OF NOTICE

All applicants must furnish proof that a copy of the application has been furnished, by certified or registered mail, to the owner of the surface of the land on which the well is to be located and to each leasehold operator within one-half mile of the well location.

Where an application is subject to administrative approval, a proof of publication must be submitted. Such proof shall consist of a copy of the legal advertisement, which was published in the county in which the well is located. The contents of such advertisement must include:

- (1) The name, address, phone number, and contact party for the applicant;
- (2) The intended purpose of the injection well; with the exact location of single wells or the Section, Township, and Range location of multiple wells;
- (3) The formation name and depth with expected maximum injection rates and pressures; and,
- (4) A notation that interested parties must file objections or requests for hearing with the Oil Conservation Division, 1220 South St. Francis Dr., Santa Fe, New Mexico 87505, within 15 days.

NO ACTION WILL BE TAKEN ON THE APPLICATION UNTIL PROPER PROOF OF NOTICE HAS BEEN SUBMITTED.

NOTICE: Surface owners or offset operators must file any objections or requests for hearing of administrative applications within 15 days from the date this application was mailed to them.



105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210-2118 TELEPHONE (505) 748-1471

CHAIRMAN OF THE BOARD

JOHN A. YATES

PRESIDENT

PEYTON YATES

EXECUTIVE VICE PRESIDENT

RANDY G. PATTERSON

SECRETARY

DENNIS G. KINSEY

TREASURER

S. P. YATES

August 12, 2004

New Mexico Energy & Minerals Department Oil Conservation Division P.O. Box 2088 Santa Fe, NM 87504

Dear Mr. Catanach;

Enclosed please find a copy of form C-108 (Application for Authority to Inject) on Yates Petroleum Corporation Tenneco ADP State Com No. 1 located in Unit A, Section 2-T11S-R34E of Lea County New Mexico.

Should you have any questions, please feel free to contact me at (505) 748-4281.

Sincerely,

Sam Brandon

Operations Engineer

SB/cm



105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210-2118

TELEPHONE (505) 748-1471

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

S. P. YATES

August 12, 2004

Chris Williams
New Mexico Energy & Minerals Department
OIL CONSERVATION DIVISION
1625 N. French Drive
Hobbs, New Mexico 88240

Dear Mr. Williams,

Enclosed please find a copy of form C-108 (Application for Authority to Inject) on Yates Petroleum Corporation Tenneco ADP State Com No. 1 located in Unit A, Section 2-T11S-R34E of Lea County New Mexico.

Should you have any questions, please feel free to contact me at (505) 748-4281.

Sincerely,

Sam Brandon

Operations Engineer

Sam Branch

SB/cm



105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210-2118 TELEPHONE (505) 748-1471

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

August 12, 2004

Pete Martinez State of New Mexico Commissioner of Public Lands P.O. Box 1148 Santa Fe, New Mexico 87504-1148

Dear Mr. Martinez,

Enclosed please find a copy of form C-108 (Application for Authority to Inject) on Yates Petroleum Corporation's Tenneco ADP State Com No. 1, located in Unit A, Section 2-T11S-R34E of Lea County New Mexico.

Should you have any questions please feel free to contact me at (505) 748-4281.

Sincerely,

Sam Brandon Operations Engineer

SB/cm



105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210-2118 TELEPHONE (505) 748-1471

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

August 12, 2004

Bogle Limited Company P.O. Drawer 460 Dexter, New Mexico 88230

Gentlemen;

Enclosed please find a copy of form C-108 (Application for Authority to Inject) on Yates Petroleum Corporation Tenneco ADP State Com No. 1 located in Unit A, Section 2-T11S-R34E of Lea County, New Mexico.

Should you have any questions, please feel free to contact me at (505) 748-4281.

Sincerely,

Sam Brandon Operations Engineer

SB/cm

C-108 Application for Authorization to Inject Yates Petroleum Corporation Tenneco ADP State Com No. 1 Unit A Sec. 2, T11S, R34E Lea County, New Mexico

I. The purpose of completing this well is to make a disposal well for produced Devonian, Mississippian, Morrow, Atoka and Penn Sands water into the Devonian Dolomite formation.

Yates Petroleum Corporation plans to convert this well to a water disposal well into the Devonian Dolomite.

II. Operator: Yates Petroleum Corporation

105 South Fourth Street

Artesia, NM 88210

Sam Brandon (505) 748-4281

III. Well Data: See Attachment A

- IV. This is not an expansion of an existing project.
- V. See attached map, Attachment B.
- VI. 4 wells within the area of review penetrate the proposed injection zone. (See Attachment C)
- VII. 1. Proposed average daily injection volume approximately 500 BWPD. Maximum daily injection volume approximately 2000 BWPD.
 - 2. This will be a closed system.
 - 3. Proposed average injection pressure –unknown. Proposed maximum injection pressure –2500 psi.
 - 4. Sources of injected water would be produced water from the Mississippian, Morrow, Atoka and Penn Sands. (Attachment D)
- VIII. 1. The proposed injection interval is the portion of the Devonian Dolomite formation consisting of porous Dolomite from estimated depths of 13133-13250.

Application for Authorization to Inject Tenneco ADP State Com No. 1 -2-

- 2. Possible Fresh water zones overlie the proposed injection formations at depths to approximately 110'. There are no fresh water zones underlying the formation.
- IX. The proposed disposal interval may be acidized with 15% HCL acid.
- X. Logs were filed at your office when the well was drilled.
- XI. There are no windmills within a one-mile radius of the subject location.
- XII. Yates Petroleum Corporation has examined geologic and engineering data and has found that there is no evidence of faulting in the proposed interval. (Attachment G)
- XIII. Proof of notice.
 - A. Certified letters sent to the surface owner and offset operators attached (Attachment E)
 - B. Copy of legal advertisement attached. (Attachment F)
- XIV. Certification is signed.

Yates Petroleum Corporation Tenneco ADP State Com No. 1 A-SEC. 2-11S-34E Lea County, New Mexico

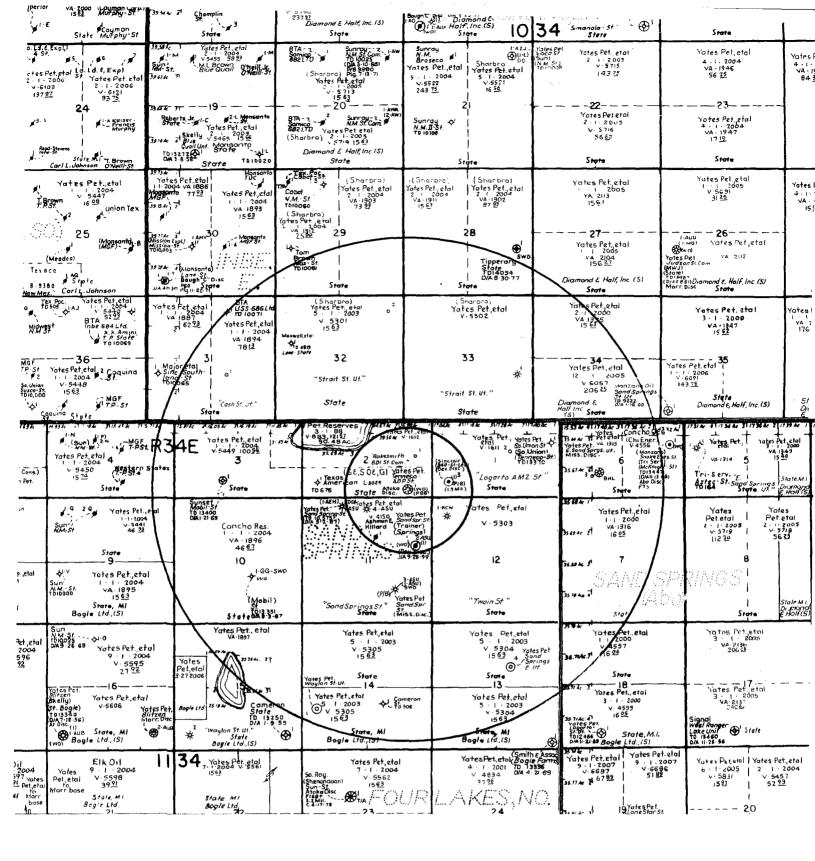
Attachment A

	\	l Data
	WAL	כזכו ו
III.	V V (7.11	

A. 1. Lease Name/Location
Tenneco ADP State Com No. 1
A-SEC. 2-11S-34E
330' FSL & 990' FEL

2. Casing Strings:

- a. Present well condition
 13¾", @ 457 w/450 sx (circ)
 8½" @ 4176' w/1525 sx.
 5½", 17#, 20# @ 13180' w/455 sx (TOC 11160').
- b. Present Status: Non-commercial completion in Atoka at 11911-16'.
- 3. Proposed well condition:
 Casing same as above.
 2½° 6.5# N80 plastic-coated injection tubing @ 13100'.
- 4. Propose to use Guiberson or Baker plastic-coated or nickel-plated packer set at 13100'.
- B. 1. Injection Formation: Devonian Dolomite.
 - 2. Injection Interval will be through perforations and open hole from 13133' to approximately 13250'.
 - 3. Well was originally drilled as a Devonian Dolomite oil well. Well will be a Devonian Dolomite water disposal well (13133-13250') when work is completed.
 - 4. Perforations: High porosity dolomite will be drilled and previous perforations 13133-67' will be utilized.
 - 5. Next higher (shallower) oil or gas zone within 2 miles-Mississippian. Next lower (deeper) oil or gas zone within 2 miles-None.



YATES PETROLEUM CORPORATION TENNECO ADP STATE COM NO. 1 PROPOSED SALT WATER DISPOSAL WELL

SEC. 2-11S-34E 330' FSL & 990' FEL LEA COUNTY, NEW MEXICO

ATTACHMENT B

Tenneco ADP State Com No. 1 Form C-108

Tabulation of data on wells within area of review

					Producing		
Well Name	Operator	Туре	Spud	Total Depth Zone	ր Zone	Perforations	Completion Information
Sand Springs ASU State No. 4 700' FNL & 1650' FEL Sec 11-11S-34E	Yates Petroleum Corp Gas	Gas	2/3/2000	13170	Morrow Miss Devonian	12068-76', 12078-88' 12453-68', 12494-502' CIBP @ 12400' OH 13120'-14227'. CIBP @ 12950'	13 3/8" 48# H40 @ 434'. Cmtd w/ 425 sx. 9 5/8" 36 & 40# J55 @ 4178' Cmtd w/ 1225 sx. 7" 26# P110 @ 13166' Cmtd w/ 1000 sx.
Sand Springs ASU State No. 2 1980' FNL & 660' FEL Sec. 11-11S-34E	Yates Petroleum Corp Gas 10/29/1961	Gas	10/29/1961	13274	P&A	None See wellbore sketch	13 3/8" 40# @ 332'. Cmtd w/ 275 sx. 8 5/8" 24 & 32# @ 4159'. Cmtd w/ 1000 sx. 5 1/2" 17 & 20# @ 13225'. Cmtd w/ 150 sx.
Lagarto AMZ St No. 1	Yates Petroleum Corp Gas	Gas	6/19/1957	13206	Atoka U. Atoka Devonian	11881-87'. 11602-28' (SI - Pkr set below these perfs) 13115-53' - Squeezed w/ 150 sx.	13 3/8" 32.75# @ 304'. Cmtd w/ 350 sx. 9 5/8" 36 & 40# @ 4132'. Cmtd w/ 1700 sx. 5 1/2" 17 & 20# @ 13205'. Cmtd w/ 200 sx.
State 11 No. 1	Ashmun & Hilliard		12/19/1963	13140'	Devonian	OH 13129-40' See wellbore sketch	13 3/8" 48# @ 355'. Cmtd w/ 325 sx. Cmt circ. 8 5/8" 24 & 32# J55 @ 4200'. Cmtd w/ 350 sx. 5 1//2" 17 & 20# @ 13129'. Cmtd w/ 250 sx.

Attachment 'D'



MILLER CHEMICALS, INC.

Post Office Box 298 Artesia, N.M. 88211-0298 (505) 746-1919 Artesia Office (505) 392-2893 Hobbs Office (505) 746-1918 Fax

WATER ANALYSIS REPORT

Company : YATES PETROLEUM Date : 6/25/04
Address : ARTESIA, NM Date Sampled : 6/24/04
Lease : SAND SPRINGS "ASU" Analysis No. : 00756
Well : #4
Sample Pt. : UNKNOWN

	ANALYSIS			mg/L		* meq/L
1.	рН	6.9				
2.	H2S	0				
3.	Specific Gravity	1.030				
4.	Total Dissolved Solid	is		25916.5		
5.	Suspended Solids			NR		
6.	Dissolved Oxygen			NR		
7.	Dissolved CO2			NR		
8.	Oil In Water			NR		
9.	Phenolphthalein Alkal	linity (CaCO3)			
10.	Methyl Orange Alkalir	nity (Ca	203)			
11.	Bicarbonate		HCO3	671.0	нсо3	11.0
12.	Chloride		Cl	15336.0	Cl	432.6
13.	Sulfate		SO4	25.0	SO4	0.5
14.	Calcium		Ca	1640.0	Ca	81.8
15.	Magnesium		Mg	146.8	Mg	12.1
16.	Sodium (calculated)		Na	8051.4	Na	350.2
17.	Iron		Fe	46.3		
18.	Barium		Ba	NR		
19.	Strontium		Sr	NR		
20.	Total Hardness (CaCO	3)		4700.0		

PROBABLE MINERAL COMPOSITION

*milli equivalents per Lit	er	Compound	Equiv wt	X meq/L	= mg/L
++	++				
82 *Ca < *HCO3	11	Ca(HCO3)2	81.0	11.0	891
>		CaSO4	68.1	0.5	35
12 *Mg> *SO4	1	CaCl2	55.5	70.3	3902
		Mg (HCO3)2	73.2		
350 *Na> *Cl	433	MgSO4	60.2		
++	++	MgCl2	47.6	12.1	575
Saturation Values Dist. Wa	ter 20 C	NaHCO3	84.0		
CaCO3 13	mg/L	Na2SO4	71.0		
CaSO4 * 2H2O 2090	mg/L	NaCl	58.4	350.2	20466
BaSO4 2.4	mg/L				

REMARKS:

SCALE TENDENCY REPORT

Company : YATES PETROLEUM Date : 6/25/04
Address : ARTESIA, NM Date Sampled : 6/24/04
Lease : SAND SPRINGS "ASU" Analysis No. : 00756
Well : #4 Analyst : A. MILLER

Sample Pt. : UNKNOWN

STABILITY INDEX CALCULATIONS (Stiff-Davis Method) CaCO3 Scaling Tendency

S.I. = 0.7 at 70 deg. F or 21 deg. C S.I. = 0.8 at 90 deg. F or 32 deg. C S.I. = 0.9 at 110 deg. F or 43 deg. C S.I. = 0.9 at 130 deg. F or 54 deg. C S.I. = 1.0 at 150 deg. F or 66 deg. C

CALCIUM SULFATE SCALING TENDENCY CALCULATIONS (Skillman-McDonald-Stiff Method) Calcium Sulfate

S = 2340 at 70 deg. F or 21 deg C S = 2433 at 90 deg. F or 32 deg C S = 2486 at 110 deg. F or 43 deg C S = 2490 at 130 deg. F or 54 deg C S = 2464 at 150 deg. F or 66 deg C

Attachment 'D'



MILLER CHEMICALS, INC.

Post Office Box 298 Artesia, N.M. 88211-0298 (505) 746-1919 Artesia Office (505) 392-2893 Hobbs Office (505) 746-1918 Fax

WATER ANALYSIS REPORT _____

Company : YATES PETROLEUM Date : 6/25/04
Address : ARTESIA, NM Date Sampled : 6/24/04
Lease : TWAIN "BCW" Analysis No. : 00755
Well : #1
Sample Pt. : UNKNOWN

	ANALYSIS			mg/L		* meq/L
1.	рН	6.9				
2.	H2S	0				
3.	Specific Gravity	1.020				
4.	Total Dissolved Solid	.s		18163.7		
5.	Suspended Solids			NR		
6.	Dissolved Oxygen			NR		
7.	Dissolved CO2			NR		
8.	Oil In Water			MR		
9.	Phenolphthalein Alkal	inity (C	aCO3)			
10.	Methyl Orange Alkalin	ity (CaC	03)			
11.	Bicarbonate		нсо3	549.0	нсо3	9.0
12.	Chloride		Cl	10650.0	Cl	300.4
13.	Sulfate		SO4	50.0	SO4	1.0
14.	Calcium		Ca	1080.0	Ca	53.9
15.	Magnesium		Mg	122.2	Mg	10.1
16.	Sodium (calculated)		Na	5667.5	Na	246.5
17.	Iron		Fe	45.0		
18.	Barium		Ва	NR		
19.	Strontium		Sr	NR		
20.	Total Hardness (CaCO3	;)		3200.0		

PROBABLE MINERAL COMPOSITION

*milli equivalents per Liter		Compound	Equiv wt	X meq/L	= mg/L
++ +-	+			 -	
54 *Ca < *HCO3	9	Ca (HCO3)2	81.0	9.0	729
/> -		CaSO4	68.1	1.0	71
10 *Mg> *SO4	1	CaCl2	55.5	43.9	2433
-</td <td> </td> <td>Mg (HCO3)2</td> <td>73.2</td> <td></td> <td></td>		Mg (HCO3)2	73.2		
247 *Na> *Cl	3001	MgSO4	60.2		
++ +-	+	MgCl2	47.6	10.1	478
Saturation Values Dist. Water	20 C	NaHCO3	84.0		
CaCO3 13 mg/	'L	Na2SO4	71.0		
CaSO4 * 2H2O 2090 mg/	'L	NaCl	58.4	246.5	14407
BaSO4 2.4 mg/	'L				

REMARKS:

SCALE TENDENCY REPORT

Company : YATES PETROLEUM Date : 6/25/04
Address : ARTESIA, NM Date Sampled : 6/24/04
Lease : TWAIN "BCW" Analysis No. : 00755
Well : #1 Analyst : A. MILLER

Sample Pt. : UNKNOWN

STABILITY INDEX CALCULATIONS (Stiff-Davis Method) CaCO3 Scaling Tendency

S.I. = 0.5 at 70 deg. F or 21 deg. C S.I. = 0.6 at 90 deg. F or 32 deg. C S.I. = 0.6 at 110 deg. F or 43 deg. C S.I. = 0.7 at 130 deg. F or 54 deg. C S.I. = 0.7 at 150 deg. F or 66 deg. C

CALCIUM SULFATE SCALING TENDENCY CALCULATIONS (Skillman-McDonald-Stiff Method) Calcium Sulfate

S = 2263 at 70 deg. F or 21 deg C S = 2342 at 90 deg. F or 32 deg C S = 2383 at 110 deg. F or 43 deg C S = 2381 at 130 deg. F or 54 deg C S = 2356 at 150 deg. F or 66 deg C

Attachment F

Legal Notice

Yates Petroleum Corporation, 105 South Fourth Street, Artesia, NM 88210, has filed form C-108 (Application for Authorization to Inject) with the New Mexico Oil Conservation Division seeking administrative approval for an injection well. The proposed well the Tenneco ADP State Com No. 1 located 330' FSL & 990' FEL, Unit A, Section 2, Township 11 South, Range 34 East of Lea County, New Mexico, will be used for saltwater disposal. Disposal waters from the Devonian, Mississippian, Morrow, Atoka and Penn Sands will be injected into the Devonian Dolomite at a depth of 13133'-13250' with a maximum pressure of 2500 psi and a maximum rate of 1,000 BWPD.

All interested parties opposing the aforementioned must file objections or requests for a hearing with the Oil Conservation Division, 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505-5472, within 15 days. Additional information can be obtained by contacting Sam Brandon at (505) 748-4281.



105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210-2118

TELEPHONE (505) 748-1471

JOHN A. YATES
PRESIDENT
PEYTON YATES
EXECUTIVE VICE PRESIDENT
RANDY G. PATTERSON
SECRETARY
DENNIS G. KINSEY

TREASURER

S. P. YATES CHAIRMAN OF THE BOARD

August 12, 2004

Hobbs News Sun 201 N. Thorp Hobbs, New Mexico 88240

Gentlemen:

Yates Petroleum Corporation desires to place a public notice in your newspaper for one day. The notice is enclosed. Please place this notice in your paper on Sunday, Autust 15, 2004 and forward a copy of it with your billing as soon as possible to:

Yates Petroleum Corporation 105 S 4th Street Artesia, NM 88210 Attn: Sam Brandon

Sam Grandon

If you have any questions, please contact me at 748-4281. Thank you for your cooperation in this matter.

Sincerely,

Sam Brandon Operations Engineer

SB/cm

Attachment F

Legal Notice

Yates Petroleum Corporation, 105 South Fourth Street, Artesia, NM 88210, has filed form C-108 (Application for Authorization to Inject) with the New Mexico Oil Conservation Division seeking administrative approval for an injection well. The proposed well the Tenneco ADP State Com No. 1 located 330' FSL & 990' FEL, Unit A, Section 2, Township 11 South, Range 34 East of Lea County, New Mexico, will be used for saltwater disposal. Disposal waters from the Devonian, Mississippian, Morrow, Atoka and Penn Sands will be injected into the Devonian Dolomite at a depth of 13133'-13250' with a maximum pressure of 2500 psi and a maximum rate of 1,000 BWPD.

All interested parties opposing the aforementioned must file objections or requests for a hearing with the Oil Conservation Division, 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505-5472, within 15 days. Additional information can be obtained by contacting Sam Brandon at (505) 748-4281.

AFFIDAVIT OF PUBLICATION

State of New Mexico. County of Lea.

I. KATHI BEARDEN

Pub.	lish	lei
		_

of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, do solemnly swear that the clipping attached hereto was published once a week in the regular and entire issue of said paper, and not a supplement thereof for a period.

of	
	week
Beginning with the issue	dated
August 17	200-
and ending with the issu	
August 17	200

Publisher Sworn and subscribed to before

me this. day of

August

2004

My Commission expires November 27.

(Seaf)

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937, and payment of fees for said publication has been made.

LEGAL NOTICE August 17, 2004

Attachment F

Yates Petroleum Corporation: 105 South Fourth Street. Artesia, NM 88210; has filed form C-108 (Application for Artesia, NM 88210; has filed form C-108 (Application for Authorization to inject) with the New Mexico Oil Conservation Division seeking administrative approval for an injection well. The proposed well the Tenneco ADP State Com.No. 1 located 330! FSL-8, 990' FEL; Unit A, Section 2, Township 1.1 South, Range 34 East of Lea County, New Mexico, will be a control of the c be used for saltwater disposal. Disposal waters from the Devonian, Mississippian, Morrow, Atoka and Penn Sands will be injected into the Devonian Dolomite at a depth of 13133-13250 with a maximum pressure of 2500 psi and a maximum rate of 1,000 BWPD

All interested parties opposing the aforementioned must file tion Division, 1220 South Saint Francis Drive, Santa Fe,
New Mexico 87505-5472, within 15 days. Additional informatton can be obtained by contacting Sam Brandon at (505)748-4281. #20876

01101029000

Yates Petroleum Corporation 105 S. 4th Street Artesia, NM 88210

02571822

Attachment G

C-108 Application for Authorization to Inject Yates Petroleum Corporation Tenneco ADP State Com No. 1 Unit A, Section 2 T11S-R34E Lea County, New Mexico

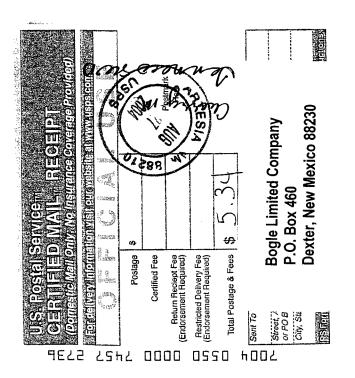
Available engineering and geological data have been examined and no evidence of open faults of hydrologic connection between the disposal zone and any underground sources of drinking water has been found.

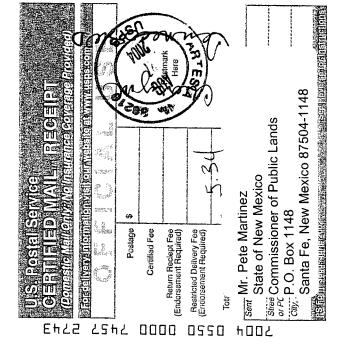
8/17/04 Date

Jøhn Amiet

Geologist

Yates Petroleum Corporation





State of New Mexico Submit 3 Copies Form C.183 to Appropriate District Office Energy, verals and Natural Resources Department Revised 1-1-89 OIL CONSERVATION DIVISION WELL API NO. P.O. Box 1980, Hobbs, NM 88240 P.O. Box 2088 30-025-01822 DISTRICT II P.O. Drawer DD, Artesia, NM 88210 Santa Fe, New Mexico 87504-2088 5. Indicate Type of Lease STATE X FEE L DISTRICT III 1000 Rio Brazos Rd., Aziec, NM 87410 6. State Oil & Gas Lease No. VO-4510 SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7. Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) Type of Well: METT X OE. WELL Sand Springs ASU State 2. Name of Operator 8. Well No. YATES PETROLEUM CORPORATION 3. Address of Operator 9. Pool name or Wildcat Morray 105 South 4th St., Artesia, NM Sand Springs Atoka (gas) 4. Well Location : 1980 Foot From The North 660 Line and Feet From The 118 hip 11S Range 34E

10. Elevation (Show whether DF, RKB, RT, GR, etc.) 34E **NMPM** 4145.2' GR Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data 11. NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING **TEMPORARILY ABANDON CHANGE PLANS** COMMENCE DRILLING OPNS. PLUG AND ABANDONMENT **PULL OR ALTER CASING** CASING TEST AND CEMENT JOB OTHER: OTHER: 12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including assimated date of starting any proposed work) SEE RULE 1103. Dyke Dodson, Completions Superintendent for Yates Petroleum Corporation, received verbal permission from Paul Kautz w/OCD-Hobbs, to plug and abandon. Well was plugged and abandoned as follows: 9-29-99 - TIH with 2-7/8" tubing open ended to 1145'. Spotted 25 sacks Class C cement. Pulled up to 380'. Spotted 30 sacks Class C cement. POOH with tubing and laid down tubing. Nippled down BOP. RIH with 1 joint of tubing. Spotted 10 sacks Class C at surface. Cut off 8-5/8" head. Installed regulation abandonment marker. Cleaned location. PLUGGED AND ABANDONED - FINAL REPORT. Plugging completed 9-28-99. Approved as to plugging of the Well Bore. Liability under bond is retained until surface restoration is completed. and complete to the best of my knowledge and ballef.

I hereby certify that/ti Operations Technician DATE Oct. 12, 199 SIONATURE Rusty Klein THERPHONE NO. 505/748 TYPE OR FRINT NAME

(This space for State Use)

APPROVED BY

CONDITIONS OF APPROVAL, IF ANY:

OC FIELD REPRESENTATIVE II/STAFF MANAGER

Submit to Appropriate District Office State Lease — 6 copies		Ener		State of Ne ls and Natu			Depar	rtment					n C-105 sed 1-1-89
Fee Lease - 5 copies DISTRICT I P.O. Box 1980, Hobbs,	, NM 88240	OII	L CON	SERVA' P.O. Bo		_	VISI	ON	VELL A		30 - 025	-01822	
DISTRICT II P.O. Drawer DD, Artes	ia, NM 882	:10 1	Santa Fe	, New Me	xico 8	7504-	2088		5. Indic	ate Ty	e of Lease	TATE E	FEE [
DISTRICT III 1000 Rio Brazos Rd., A	Les NM 1	77.410						Γ	6. State	Oil &	Gas Lease	No.	
		TION OR R	ECOMPLI	ETION DE	BODT	AND	100		7777		77777	510 77777	
1a. Type of Well: OIL WELL		S WELL	DRY X	OTHER _	ONI	AND			7. Leas	Name	or Unit Ag	proement !	Name
b. Type of Completion NEW WORK WELL OVER		PEN PLUG		DOPP RESVR [] O	THER	Re-ei	ntry			Sand	Cari	.aa AC	II Chaha
2. Name of Operator									8. Well	No.	Sprii	igs A5	U State
YATES PETRO: 3. Address of Operator		RPORATION	<u> </u>	(50	5) 74	8-14	71		n - n r			2	
105 South 4th		Artesia,	NM 882	10							r Wildcau Spring	s Ato	Morro ka (gas)
Unit Letter _	<u>H</u> :	1980 Fee	et From The	North		Li	ne and	660	1	Foot Fn	om The	East	. <u></u>
Section	11	To	waship	11S	Rang	s 34	E	NM	DPM .		Lea		County
	11. Date T.	-	12 Date C	ompl. (Ready	-			vations (DF					Casinghead
9-24-99 15. Total Depth		27–99 Plug Back T.D.	P & A	9-28-99		l			.2'		1		·
13225' (1145			ry TD	17. If Multiple Many Zon	es?	now	10	l intervals Drilled By	Rotary		Unit	_I Cable To I	ols
19. Producing Interval(a))				~	1===			ctional Su	rvey Made
Plugged &			<u>8-99</u>									No	
21. Type Electric and Ot		2							22. W	as Well	Cored	••	
None on re	-entry							<u> </u>	<u> </u>			No	
CASING SIZE	310000			ECORD									
13-3/8"	40#	CHT LB /FT.		н 	H	OLE SI 17		In pla		IG RE	CORD	_ AM	OUNT PULLE
8-5/8"		& 32#		159'	1:	$\frac{1}{2-1/4}$		In pla					
5-1/2"	17#	& 20#	5600	-TD		7-7/8	11	In pla					
			 					·					
24.		LIN	ER RECO	RD		·····		25.		TUB	ING RE	CORD	
SIZE	ТОР		MOTTO	SACKS CE	MENT	50	REEN		SIZE		DEPTH		PACKER SE
6. Perforation reco	and (interes	al size and :	aumber)	<u> </u>		1 22	ACID	SHOT E	DACT	7 10 5	CEMEN	TT SOI	EEZE, ETC.
a Turamorro	zu (mw.v	من عليم مان ا	iiuiiioca)					TERVAL					ERIAL USED
None								·					
				PRODU	CTIC	N			<u> </u>				
28. Date First Production		Producti	on Method (F	lowing, gas li			and typ	oe pump)			Well Sta	us (Prod.	or Shui-in)
		P	& A 9-	28-99								Plugge	
Date of Test	Hours To	ated (Choke Size	Prod's Fo	-	Oil - Bbl	i.	Gas - MC	F 1	W	ter - Bbl.		Gas - Oil Ratio
Class Dubing Dags	Casing P		Calculated 24-			Gas	- MCF	Wat	er - BbL		Oil Grav	vity - API	- (Согт.)
Flow Tubing Press.	Casing P		lour Rate					1					· · · · ·
20 Dienosition of Gas (S	old used for	hel vented at	s.)						T	est Wit	nessed By		

30. List Attachments

31. I hereby certify/that the information shown on both sides of this form is true and complete to the best of my knowledge and belief

Printed Name

Rusty Klein Title Operations Tech. Date 10-12-99

Submit 3 Copies to Appropriate District Office

State of New Mexico E. /, Minerals and Natural Resources Departmen

Form C-103 Revised 1-1-89

DISTRICT

OIL CONSERVATION DIVISION

P.O. Box 1980, 10001, NM 88240	P.O. Box 20	088	30-025-01822
DISTRICT II P.O. Drawer DD, Artesia, NM 88210	Santa Fe, New Mexico	87504-2088	5. Indicate Type of Lease
DISTRICT III			STATE X FEE
1000 Rio Brazos Rd., Aztec, NM 87410			6. State Oil & Gas Lease No. VO-4510
	S AND REPORTS ON WE		
	SALS TO DRILL OR TO DEEPE R. USE "APPLICATION FOR P FOR SUCH PROPOSALS.)		7. Lease Name or Unit Agreement Name
I. Type of Well: Oil GAS WELL WELL X	OTHER		Sand Springs ASU State
2. Name of Operator YATES PETROLEUM CORPORATI	ON		8. Well No.
3. Address of Operator			9. Pool same or Wildcat
105 South 4th St., Artesi	a, NM 88210		Sand Springs Atoka (gas)
4. Well Location Unit Letter H: 1980	Feet From The North	Line and660	Feet From The East Lin
Section 11	Township 11S j		NMPM Lea County
	10. Elevation (Show whethe	r DF, RKB, RT, GR, etc.) 45.2' GR	
Charle And	<i></i>		VIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIII
NOTICE OF INTEN	ropriate Box to Indicate		SEQUENT REPORT OF:
,		306	SEQUENT REPORT OF:
PERFORM REMEDIAL WORK	PLUG AND ABANDON	REMEDIAL WORK	ALTERING CASING
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRILLING	OPNS. DPLUG AND ABANDONMENT
PULL OR ALTER CASING		CASING TEST AND CE	MENT JOB 🗌
OTHER:		OTHER: Re-enti	ry [:
12. Describe Proposed or Completed Operations work). SEE RULE 1103.		-	
9-21-99 - Dig out cellar	. Removed dry hql	e marker. Cut of	ff and dress 8-5/8" casing.
Install 11" X 5000 start			
9-22-99 - Moved in and r 9-24-99 - Moved in and r	igged up re-entry of	equipment. Set a nit. Nippled up	10" 5000 BOP. Build 3"
line from BOP to shale s	haker. Set racks	and unloaded tub:	ing. NOTE: Notified
Sylvia w/OCD-Hobbs of in	tent to spud.		
9-25-99 - TIH with 7-7/8	" mill tooth bit a	nd 4-3/4" drill (collars. Drilled 3' of
cement and fell thru 10.	. Drilled 3' and :	rell turu 15.°° i	Orilled solid cement. Fell ing at 1130' and report time.
NOTE: Spudded at 8:00 A	M 9-24-99.	at 1075 . Dilli	ing at 1100 and 10port officer
9-26-99 - Drilled cement	down to 1137', box	uncing and rough	. Metal cuttings in returns.
TOOH. TIH with 7" magne	t. Recovered seve	ral pieces of me	tal. Made 2nd run and
recovered more metal pie	ces. Ran cutlip g	uide on magnet. + 3! TOOH Had	d cement core but no metal.
TOOH. TIM with 7-3/4" g			ONTINUED ON NEXT PAGE:
SMONATURE Rusty Her	π	ns Operations Te	
TYPEOR PROVINGE Rusty Klein			TELEPHONE NO. 505/748-
(This space for State Use)	April 18 18		

CONDITIONS OF APPROVAL, IF ANY:

YATES PETROLEUM CORPORATION
Sand Springs ASU State
Section 11-T11S-R34E
Lea County, New Mexico

SUNDRY NOTICE CONTINUED:

TIH with bit. Reamed from 1137-1140'. Drilled 5' of cement and quit making hole. Getting redbed back. NOTE: In 2 hours drilling, made about 6".

9-27-99 - TOOH with bit - all teeth worn off except outside row on cones. TIH with re-tipped bit and drill collars. Tagged up at 1145' and started drilling. Rotated 1 hour - rough. Did not make any hole. Had redbed and rocks in returns. TOOH - several teeth broken off bit. TIH with 7-1/2" OD lead block and tagged up at 1145'. TOOH - no marks on blocks. Had chunks of redbed stuck to bottom of block. Shut well in and shut down.

9-28-99 - Decision was made not to continue on well due to redbed coming into 8-5/8" casing. NOTE: Casing is parted.

Rustly Klein

Operations Technician October 12, 1999

		••
NO. OF COPIES ACCEIVED]	Form C-103
DISTRIBUTION	}	Supersedes Old
SANTA FE	NEW MEXICO OIL CONSERVATION COMMI	C-102 and C-103 SSION Effective 1-1-65
FILE		
U.S.G.S.	1	Sa. Indicate Type of Lease
LAND OFFICE		State Toe
OPERATOR		5. State Oil 6 Gas Lease No.
		L-5388
SUNDR	ESERVOIR.	
1. OIL GAS WELL O	P&A Disposal well	7. Unit Agreement Name
2. Name of Operator New Mexico Salt Water	B. Form or Lease Name (Trainer-State Jung	
3. Address of Operator P. O. Box 566, Roswell	l, New Mexico 88201	9. Well No. # 1-4
4. Location of Well	((0	10. Field and Pool, or Wildcat
UNIT LETTER	660 FEET FROM THE East LINE AND 1980	FEET FROM
THE North LINE, SECTIO	ON 11 TOWNSHIP 11S RANGE 34E	
	15. Elevation (Show whether DF, RT, GR, etc.)	12. County
		Lea
Check A	Appropriate Box To Indicate Nature of Notice,	Report or Other Data SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK	PLUG AND ABANDON REMEDIAL WORK	ALTERING CASING
TEMPORARILY ABANDON	COMMENCE DRILLING	
PULL OR ALTER CASING	CHANGE PLANS CASING TEST AND CEN	בן פסי דאפא
OTHER	OTHER	
17. Describe Proposed or Completed Operark) SEE RULE 1903.	erations (Clearly state all pertinent details, and give pertinen	t dates, including estimated date of starting any propos
3. Filled hole with state of the cut and removed 5 to Set 35 Sks Cement 5 Set 35 Sks Cement 5	ge plug @ 9745' on wire line. Put 40 up bailer. alt base mud. 1/2" casing @ 5600'. plug 5617' to 5517'. plug 4237' to 4137'. plug 2013' to 1913' plug 10' to 0'	' of cement on top of bridge plug

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

SIGHED CATE OF STATE OF STAT