

ABOVE THIS LINE FOR DIVISION USE ONLY



30-005-63704

## ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS  
WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

### Application Acronyms:

**[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]**

**[DHC-Downhole Commingling]      [CTB-Lease Commingling]      [PLC-Pool/Lease Commingling]**

**[PC-Pool Commingling]      [OLS - Off-Lease Storage]      [OLM-Off-Lease Measurement]**

**[WFX-Waterflood Expansion]      [PMX-Pressure Maintenance Expansion]**

**[SWD-Salt Water Disposal]      [IPI-Injection Pressure Increase]**

**[EOR-Qualified Enhanced Oil Recovery Certification]      [PPR-Positive Production Response]**

[1] **TYPE OF APPLICATION** - Check Those Which Apply for [A]

- [A] Location - Spacing Unit - Simultaneous Dedication  
☐ NSL ☐ NSP ☐ SD

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement

- [C]      Injection - Disposal - Pressure Increase - Enhanced Oil Recovery  
☐ WFX   ☐ PMX   ☐ SWD   ☐ IPI   ☐ EOR   ☐ PPR

- [D] Other: Specify \_\_\_\_\_

[2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or Does Not Apply

- [A] ☐ Working, Royalty or Overriding Royalty Interest Owners
- [B] ☐ Offset Operators, Leaseholders or Surface Owner
- [C] ☐ Application is One Which Requires Published Legal Notice
- [D] ☐ Notification and/or Concurrent Approval by BLM or SLO  
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E] ☐ For all of the above, Proof of Notification or Publication is Attached, and/or,
- [F] ☐ Waivers are Attached

[3] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

- [4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

**Note: Statement must be completed by an individual with managerial and/or supervisory capacity.**

James W. Pringle  
Print or Type Name

James W. Pringle  
Signature

Operations Eng. 2/10/05  
Title Date

jpringle@yplnm.com  
e-mail Address

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



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

February 10, 2005

David Catanach  
State of New Mexico  
OIL CONSERVATION DIVISION  
1220 South Saint Francis Drive  
Santa Fe, NM 87505

Dear Mr. Catanach,

Yates Petroleum Corporation hereby seeks administrative approval to downhole commingle the production from the Pecos Slope Abo the Wildcat (Wolfcamp) in our Killer "BEE" State Com #7 located in Unit M of Section 32, Township 10 South, Range 26 East, Chaves County.

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

Sincerely,

James W. Pringle  
Operations Engineer

JWP

Enclosures

District I  
1625 N. French Drive, Hobbs, NM 88240

District II  
811 South First Street, Artesia, NM 88210

District III  
1000 Rio Brazos Road, Aztec, NM 87410

District IV  
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-107A  
Revised May 15, 2000

OIL CONSERVATION DIVISION

1220 South Saint Francis Drive  
Santa Fe, New Mexico 87505

APPLICATION TYPE

☒ Single Well

Establish Pre-Approved Pools

EXISTING WELLBORE

☒ Yes ☐ No

APPLICATION FOR DOWNHOLE COMMINGLING

Yates Petroleum Corporation 105 South Fourth Street Artesia, New Mexico 88210  
Operator Address  
Killer "BEE" State Com 7 M 32 10S 26E Chaves  
Lease Well No. Unit Letter-Section-Township-Range County

OGRID No. 025575 Property Code API No. 30-005-63704 Lease Type: ☐ Federal ☒ State ☐ Fee

| DATA ELEMENT  | UPPER ZONE                           | INTERMEDIATE ZONE | LOWER ZONE                          |
|---|--------------------------------------|-------------------|-------------------------------------|
| Pool Name   | Pecos Slope (Abo)                    |                   | Wildcat (Wolfcamp)                  |
| Pool Code   | 82730                                |                   | 96086                               |
| Top and Bottom of Pay Section<br>(Perforated or Open-Hole Interval)   | 4,295' - 4,542'                      |                   | 4952' - 5,316'                      |
| Method of Production<br>(Flowing or Artificial Lift)  | Flowing                              |                   | Flowing                             |
| Bottomhole Pressure<br>(Note: Pressure data will not be required if the bottom perforation in the lower zone is within 150% of the depth of the top perforation in the upper zone)    |                                      |                   |                                     |
| Oil Gravity or Gas BTU<br>(Degree API or Gas BTU)   |                                      |                   |                                     |
| Producing, Shut-In or New Zone  | New                                  |                   | New                                 |
| Date and Oil/Gas/Water Rates of Last Production.<br>(Note: For new zones with no production history, applicant shall be required to attach production estimates and supporting data.) | Rates: 100 mcf/d<br>0 bopd<br>0 bwpd | Rates:            | Rates: 50 mcf/d<br>0 bopd<br>5 bwpd |
| Fixed Allocation Percentage<br>(Note: If allocation is based upon something other than current or past production, supporting data or explanation will be required.)                  | Oil Gas<br>% 67 %                    | Oil Gas<br>% %    | Oil Gas<br>% 33%                    |
|   |                                      |                   |                                     |

ADDITIONAL DATA

Are all working, royalty and overriding royalty interests identical in all commingled zones? Yes ☒ No ☐  
If not, have all working, royalty and overriding royalty interest owners been notified by certified mail? Yes ☐ No ☐

Are all produced fluids from all commingled zones compatible with each other? Yes ☒ No ☐

Will commingling decrease the value of production? Yes ☐ No ☒

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

NMOCD Reference Case No. applicable to this well: \_\_\_\_\_

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 working, royalty and overriding royalty interests for uncommon interest cases.
- Any additional statements, data or documents required to support commingling.

PRE-APPROVED POOLS

If application is to establish Pre-Approved Pools, the following additional information will be required:

- List of other orders approving downhole commingling within the proposed Pre-Approved Pools
- List of all operators within the proposed Pre-Approved Pools
- Proof that all operators within the proposed Pre-Approved Pools were provided notice of this application.
- Bottomhole pressure data.

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

SIGNATURE James W. Pringle TITLE Operations Engineer DATE: 2/10/05  
TYPE OR PRINT NAME James W. Pringle TELEPHONE NO. (505) 748-4182



|      |   |               |   |   |   |               |   |   |               |               |   |   |   |               |   |
|------|---|---------------|---|---|---|---------------|---|---|---------------|---------------|---|---|---|---------------|---|
| J    | I | L             | K | J | I | L             | K | J | I             | L             | K | J | I | L             | K |
| O    | P | M             | N | O | P | M             | N | O | P             | M             | N | O | P | M             | N |
| B    | A | D             | C | B | A | D             | C | B | A             | D             | C | B | A | D             | C |
| G    | H | E             | F | G | H | E             | F | G | H             | E             | F | G | H | E             | F |
| R25E |   | S36 T10S R25E |   |   |   | S31 T10S R26E |   |   |               | S32 T10S R26E |   |   |   | S33           |   |
| J    | I | L             | K | J | I | L             | K | J | I             | L             | K | J | I | L             | K |
| O    | P | M             | N | O | P | M             | N | O | P             | M             | N | O | P | M             | N |
| B    | A | D             | C | B | A | K             | J | I | L             | K             | J | I | L | K             | J |
| G    | H | E             | F | G | H | N             | O | P | M             | N             | O | P | M | N             | O |
| R25E |   | S01 T11S R25E |   |   |   | S04 T11S R26E |   |   | S03 T11S R26E |               |   |   |   | S02 T11S R26E |   |
| J    | I | L             | K | J | I | C             | B | A | D             | C             | B | A | D | C             | B |
| O    | P | M             | N | O | P | F             | G | H | E             | F             | G | H | E | F             | G |
| B    | A | D             | C | B | A | K             | J | I | L             | K             | J | I | L | K             | J |
| G    | H | E             | F | G | H | N             | O | P | M             | N             | O | P | M | N             | O |
| R25E |   | S12 T11S R25E |   |   |   | S09 T11S R26E |   |   | S10 T11S R26E |               |   |   |   | S11 T11S R26E |   |
| J    | I | L             | K | J | I | C             | B | A | D             | C             | B | A | D | C             | B |
| O    | P | M             | N | O | P | F             | G | H | E             | F             | G | H | E | F             | G |
| B    | A | D             | C | B | A | K             | J | I | L             | K             | J | I | L | K             | J |
| G    | H | E             | F | G | H | N             | O | P | M             | N             | O | P | M | N             | O |
| R25E |   | S12 T11S R25E |   |   |   | S09 T11S R26E |   |   | S10 T11S R26E |               |   |   |   | S11 T11S R26E |   |

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



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DENNIS G. KINSEY  
TREASURER

February 10, 2005

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

Dear Mr. Gum,

Yates Petroleum Corporation hereby seeks administrative approval to downhole commingle the production from the Pecos Slope Abo the Wildcat (Wolfcamp) in our Killer "BEE" State Com #7 located in Unit M of Section 32, Township 10 South, Range 26 East, Chaves County.

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

Sincerely,

A handwritten signature in cursive script that reads 'James W. Pringle'.

James W. Pringle  
Operations Engineer

JWP

Enclosures

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1912 - 1985  
FRANK W. YATES  
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DENNIS G. KINSEY  
TREASURER

February 10, 2005

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

Dear Mr. Martinez,

Pursuant to the State Land Office Rule Nos. 1.053, 1.054 and 1.055, you will find enclosed the \$30.00 filing fee and a copy of the commingling application for the Yates Petroleum Corporation's Killer "BEE" State Com No. 7 located in Unit M of Section 32, Township 10 South, Range 26 East, Chaves County.

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

Sincerely,

James W. Pringle  
Operations Engineer

JWP

## District I

1625 N. French Dr., Hobbs, NM 88240

## District II

811 South First, 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 & Natural Resources DepartmentOIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-102

Revised August 15, 2000

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies



AMENDED REPORT

## WELL LOCATION AND ACREAGE DEDICATION PLAT

|  |  |
|--|--|
| <sup>1</sup> API Number<br><b>30-005-63704</b> | <sup>3</sup> Pool Name<br><b>Pecos Slope (Abo)</b>               |
| <sup>4</sup> Property Code                     | <sup>5</sup> Property Name<br><b>Killer "BEE" State Com</b>      |
| <sup>7</sup> OGRID No.<br><b>025575</b>        | <sup>8</sup> Operator Name<br><b>Yates Petroleum Corporation</b> |
|  | <sup>6</sup> Well Number<br><b>7</b>                             |
|  | <sup>9</sup> Elevation<br><b>3704' GR'</b>                       |

<sup>10</sup> Surface Location

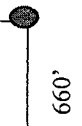
| UL or lot no. | Section   | Township   | Range      | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County        |
|---------------|-----------|------------|------------|---------|---------------|------------------|---------------|----------------|---------------|
| <b>M</b>      | <b>32</b> | <b>10S</b> | <b>26E</b> |         | <b>660</b>    | <b>South</b>     | <b>660</b>    | <b>West</b>    | <b>Chaves</b> |

<sup>11</sup> 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 |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
|               |         |          |       |         |               |                  |               |                |        |

|   |                               |                                  |                         |
|---|-------------------------------|----------------------------------|-------------------------|
| <sup>12</sup> Dedicated Acres<br><b>160</b> | <sup>13</sup> Joint or Infill | <sup>14</sup> Consolidation Code | <sup>15</sup> Order No. |
|---|-------------------------------|----------------------------------|-------------------------|

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

|   |       |  |  |  |
|---|-------|--|--|--|
|   |       |  |  | <sup>17</sup> <b>OPERATOR CERTIFICATION</b><br>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.<br>Signature <u>James W. Pringle</u><br>James W Pringle<br>Printed Name<br>Engineer<br>Title<br>Date: <u>02/10/2005</u>                                     |
|   |       |  |  | <sup>18</sup> <b>SURVEYOR CERTIFICATION</b><br>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.<br>Date of Survey<br>Signature and Seal of Professional Surveyor: |
| 660'<br> | State |  |  | Certificate Number   |

The Pecos Slope Abo is a new zone and production curves are not available.



## District I

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## District II

811 South First, Artesia, NM 88210

## District III

1000 Rio Brazos Rd., Aztec, NM 87410

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State of New Mexico  
Energy, Minerals & Natural Resources Department

Form C-102

Revised August 15, 2000

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Santa Fe, NM 87505

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State Lease - 4 Copies

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☐ AMENDED REPORT

## WELL LOCATION AND ACREAGE DEDICATION PLAT

|  |  |   |  |
|--|--|---|--|
| <sup>1</sup> API Number<br><b>30-005-63704</b> |  | <sup>3</sup> Pool Name<br><b>Wildcat (Wolfcamp)</b> |  |
| <sup>4</sup> Property Code                     | <sup>5</sup> Property Name<br><b>Killer "BEE" State Com</b>      |   | <sup>6</sup> Well Number<br><b>7</b>       |
| <sup>7</sup> OGRID No.<br><b>025575</b>        | <sup>8</sup> Operator Name<br><b>Yates Petroleum Corporation</b> |   | <sup>9</sup> Elevation<br><b>3704' GR'</b> |

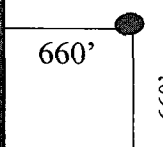
<sup>10</sup> Surface Location

|                           |                      |                        |                     |         |                             |                                  |                             |                               |                         |
|---------------------------|----------------------|------------------------|---------------------|---------|-----------------------------|----------------------------------|-----------------------------|-------------------------------|-------------------------|
| UL or lot no.<br><b>M</b> | Section<br><b>32</b> | Township<br><b>10S</b> | Range<br><b>26E</b> | Lot Idn | Feet from the<br><b>660</b> | North/South line<br><b>South</b> | Feet from the<br><b>660</b> | East/West line<br><b>West</b> | County<br><b>Chaves</b> |
|---------------------------|----------------------|------------------------|---------------------|---------|-----------------------------|----------------------------------|-----------------------------|-------------------------------|-------------------------|

<sup>11</sup> 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 |
| <sup>12</sup> Dedicated Acres<br><b>320</b> |         | <sup>13</sup> Joint or Infill |       | <sup>14</sup> Consolidation Code |               | <sup>15</sup> Order No. |               |                |        |

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

|  |       |  |  |  |  |
|--|-------|--|--|--|--|
|  |       |  |  | <sup>17</sup> <b>OPERATOR CERTIFICATION</b><br>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.<br>Signature: <i>James W. Pringle</i><br>James W Pringle<br>Printed Name<br>Engineer<br>Title<br>Date: <u>02/10/2005</u>  |  |
|  |       |  |  | <sup>18</sup> <b>SURVEYOR CERTIFICATION</b><br>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.<br>Date of Survey<br>Signature and Seal of Professional Surveyor:<br>Certificate Number |  |
|  | State |  |  | State  |  |

The Wildcat (Wolfcamp) is a new zone and production curves are not available.