

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

NMOCD – ACOI-235 D

IN THE MATTER OF YATES PETROLEUM CORPORATION,

Respondent.

**FOURTH AMENDMENT TO
INACTIVE WELL
AGREED COMPLIANCE ORDER**

Pursuant to Ordering Paragraph 1.E of Inactive Well Agreed Compliance Order 235, the Director of the Oil Conservation Division (OCD), by and through her Compliance and Enforcement Manager, hereby amends Order 235 as follows:

FINDINGS

1. Yates Petroleum Corporation (“Yates”) has submitted a timely and complete report to the OCD’s Compliance and Enforcement Manager, and has recompleted or plugged 73 wells and is in the process of completing the wells identified on Exhibit A of Inactive Wells Agreed Compliance Order 235 Amendment D (ACOI 235-D).
2. ACOI 235 provides that if Yates performed recompletion work or plugging operations on at least 7 of the wells by September 1, 2013, verified by the Compliance and Enforcement Manager’s review of Yates’s report, the OCD shall issue a fourth amendment to ACOI 235.
3. Yates filed a timely and complete report, verified by OCD that the following wells have either been re-completed or plugged:
 - a. NDDUP # 101 30-015-27689
 - b. NDDUP # 108 30-015-27378
 - c. NDDUP # 11 30-015-26292
 - d. NDDUP #42 30-015-28552
 - e. NDDIP #119 30-015-28053
 - f. NDDUP #49 30-015-28374
 - g. NDDUP #64 30-015-28188
 - h. NDDUP #65 30-015-27356
 - i. NDDUP #86 30-015-27777
 - j. NDDUP #105 30-015-26489
 - k. NDDUP #107 30-015-27012

- l. NDDUP #127 30-015-25787
- m. NDDUP #21 30-015-28542
- n. NDDUP #69H30-015-28405
- o. NDDUP #76 30-015-26948
- p. NDDUP #92 30-015-28397
- q. NDDUP #117 30-015-28150

CONCLUSIONS

1. Yates has begun recompletion work on its 10 remaining wells and has successfully completed the terms of Amended ACOI 235-C.

ORDER

- 1. Yates shall submit a written report to the OCD's Compliance and Enforcement Manager, by **September 1, 2014**, describing the results of its evaluation of the remaining wells, and what steps were taken for returning those wells to compliance.
- 2. The OCD shall remove the wells identified on Exhibit A of ACOI 235 until September 1, 2014.
- 3. The terms of ACOI 235 as amended by ACOI 235-D otherwise remain in effect and are extended through September 1, 2014.

Done at Santa Fe, New Mexico this 9th day of Sept., 2013

By: 
 Daniel Sanchez
 Compliance and Enforcement Manager
 Oil Conservation Division

ACCEPTANCE

John A. Yates, Jr., Attorney in Fact for Yates Petroleum Cororation hereby accepts the foregoing Order, and agrees to all of the terms and provisions set forth in that Order.

YATES PETROLEUM CORPORATION

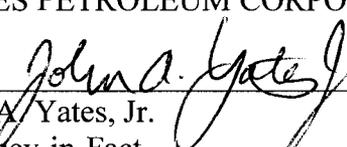
By: 
 John A. Yates, Jr. cm
 Title: Attorney-in-Fact
 Date: September 5, 2013

Exhibit A

District	API	Well	ULSTR	OCD Unit	OGRID	Operator	Lease Type	Well Type	Last Production	Formation/Notes	Status	TA Exp Date
2	30-015-27631	BARBARA #018	P-17-19S-25E	P	25575	YATES PETROLEUM CORPORATION	P	O	02/2011	GLOR-YESO		
2	30-015-27047	NDDUP #006	B-17-19S-25E	B	25575	YATES PETROLEUM CORPORATION	P	O	11/2010	GLOR-YESO WELL NAME CHNG	N	
2	30-015-26672	NDDUP #009	A-18-19S-25E	A	25575	YATES PETROLEUM CORPORATION	P	O	12/2011			
2	30-015-27314	NDDUP #41	M-16-19S-25E	M	25575	YATES PETROLEUM CORPORATION	S	O		N DAGGER DRAW UPPER PENN		
2	30-015-26635	NDDUP #057	2-19-19S-25E	E	25575	YATES PETROLEUM CORPORATION	P	O	04/2012	GLOR-YESO WELL NAME CHANGE	N	
2	30-015-26770	NDDUP #061	E-20-19S-25E	E	25575	YATES PETROLEUM CORPORATION	F	O	04/2010			
2	30-015-26997	NDDUP #063	G-20-19S-25E	G	25575	YATES PETROLEUM CORPORATION	F	O	02/2012			
2	30-015-30881	NDDUP #097H	A-29-19S-25E	A	25575	YATES PETROLEUM CORPORATION	P	O	06/2010	N DAGGER DRAW UPPER PENN		
2	30-015-28669	NDDUP #111	G-29-19S-25E	G	25575	YATES PETROLEUM CORPORATION	P	O	07/2010	INT TO R/C RENAME		
2	30-015-27355	NDDUP #123	K-29-19S-25E	K	25575	YATES PETROLEUM CORPORATION	S	O	07/2010	UPPER PENN		
2	30-015-26364	NDDUP #129	4-30-19S-25E	M	25575	YATES PETROLEUM CORPORATION	P	O	09/2010			
2	30-015-28346	NDDUP #134	N-29-19S-25E	N	25575	YATES PETROLEUM CORPORATION	F	O	10/2011	CANYON		
2	30-015-28370	NDDUP #135	O-29-19S-25E	O	25575	YATES PETROLEUM CORPORATION	S	O		N DAGGER DRAW UPPER PENN		
2	30-015-25903	ROSS EG FEDERAL #003	D-20-19S-25E	D	25575	YATES PETROLEUM CORPORATION	F	O	08/2010			

WHERE Ogrid:25575, County:All, District:All, Township:All, Range:All, Section:All, Production(months):15, Excludes Wells Under ACOI, Excludes Wells in Approved TA Period