PLC

PEH1418330528

ABOVE THIS LINE FOR DIVISION USE ONLY

# NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -1220 South St. Francis Drive, Santa Fe, NM 87505



		ADMINISTRATIVE APP	LICATION CH	ECKLIS I	
TI	HIS CHECKLIST IS MA	ANDATORY FOR ALL ADMINISTRATIVE APPLIC WHICH REQUIRE PROCESSING AT			GULATIONS
Applic	[DHC-Down [PC-Poo	ndard Location] [NSP-Non-Standard nhole Commingling] [CTB-Lease C ol Commingling] [OLS - Off-Lease	commingling] [PLC-P Storage] [OLM-Off-I X-Pressure Maintenand Pl-Injection Pressure II	ool/Lease Commingli Lease Measurement] ce Expansion] ncrease]	ng]
[1]	[A]	PLICATION - Check Those Which Location - Spacing Unit - Simultane NSL NSP SD	Apply for [A] eous Dedication 30 -0 15-216-35 30 -015-39511 30 -015-39701 pent	PARKNAY: BONG	48400 96461 96461
	[B]	One Only for [B] or [C]  Commingling - Storage - Measuren  DHC CTB PLC		PARKNAY: BONG	
	[C]	Injection - Disposal - Pressure Incre			
	[D]	Other: Specify			<u> </u>
[2]	NOTIFICATI [A]	ON REQUIRED TO: - Check Thos Working, Royalty or Overridin		11.	
	[B]	Offset Operators, Leaseholders	s or Surface Owner		
	[C]	Application is One Which Req	uires Published Legal N	Votice	
	[D]	Notification and/or Concurrent U.S. Bureau of Land Management - Commission	Approval by BLM or S	SLO	
	[E]	For all of the above, Proof of N	Notification or Publication	on is Attached, and/or,	
	[F]	Waivers are Attached			
[3]		CURATE AND COMPLETE INFO	ORMATION REQUIR	ED TO PROCESS T	НЕ ТҮРЕ
	val is <b>accurate</b> an	<b>FION:</b> I hereby certify that the information described to the best of my knowled unired information and notifications a	edge. I also understand	that <b>no action</b> will be t	
	Note:	Statement must be completed by an indivi	dual with managerial and/or	supervisory capacity.	
Miriam I Print o	Morales or Type Name	Signature	Production A Title	nalyst	6/25/14 Date
			mmorales	Dystechetroleum com	

e-mail Address

District I
1625 N. French Drive, Hobbs, NM 88240
District II
1301 W. Grand Ave, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410

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

E-MAIL ADDRESS: <u>mmorales@yatespetrolem.com</u>

District IV

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-107-B Revised June 10, 2003

# OIL CONSERVATION DIVISION

1220 S. St Francis Drive Santa Fe, New Mexico 87505 Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

		COMMINGLING	(DIVERSE	OWNERSHIP)					
	troleum Corporation								
	h Fourth St. Artesia, N	NM 88210							
APPLICATION TYPE:									
☐ Pool Commingling ☐ Lease Commingling	ng Pool and Lease Co	mmingling  Off-Lease	Storage and Measur	ement (Only if not Surface	Commingled)				
LEASE TYPE:	State								
Is this an Amendment to existing Order									
Have the Bureau of Land Management ⊠Yes □No	(BLM) and State Land	d office (SLO) been not	tified in writing o	of the proposed comm	ingling				
Zites Line	(A) POC	I COMMINCI IN	<u> </u>						
(A) POOL COMMINGLING Please attach sheets with the following information									
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes				
HG; Morrow 78400	1172								
HG; Atoka 96461	1172	1219							
Parkway; Bone Spring 49622	1313								
<ul> <li>(2) Are any wells producing at top allowa</li> <li>(3) Has all interest owners been notified b</li> <li>(4) Measurement type:   Metering [</li> <li>(5) Will commingling decrease the value</li> </ul>	by certified mail of the pro  Other (Specify)		Yes □No.	ng should be approved					
		SE COMMINGLINGS with the following in							
(1) Pool Name and Code.	Tionso accused since	s with the following in		***					
(2) Is all production from same source of									
<ul><li>(3) Has all interest owners been notified by</li><li>(4) Measurement type:  Metering  </li></ul>		posed commingling?	□Yes □N	o					
(4) Measurement type:Metering	Other (Specify)								
	` '	LEASE COMMIN							
	Please attach sheet	s with the following in	nformation						
(1) Complete Sections A and E.		****							
П	O) OFF-LEASE ST	ORAGE and MEA	SUREMENT						
		ets with the following							
(1) Is all production from same source of	supply?								
(2) Include proof of notice to all interest of	wners.								
(E) AI	DITIONAL INFO	DM ATION (for all	application to	(nos)					
(E) AI		PRMATION (for all s with the following in		(pes)					
(1) A schematic diagram of facility, inclu-									
(2) A plat with lease boundaries showing	•	ions. Include lease number	ers if Federal or Sta	nte lands are involved.					
(3) Lease Names, Lease and Well Numbe	rs, and API Numbers.								
I hereby certify that the information above is	s true and complete to the	best of my knowledge an	d belief.						
		ITLE: Production Analys		DATE:_ <b></b>	25/14				
TYPE OR PRINT NAME Miriam Morale			TEL	EPHONE NO.: <u>(575) 7</u> 4					

Form 3160-5 (August 2007)

# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0137 Expires July 31, 2010

SUNDRY NOTICES AND F						ease Serial No. ∕I-58815, NM-62211	
Do not use this form for propose abandoned well. Use Form 3160-						ottee or Tribe Name	
SUBMIT IN TRIPLICATE - O	ther instructio	ns on pag	je 2.		7. If Unit or CA	VAgreement, Name and/or No.	
1. Type of Well  X Oil Well Gas Well		8. Well Name	and No.				
2. Name of Operator					Hanagan A	APL Federal Com #3H	
Yates Petroleum Corporation					9. API Well No	•	
3a. Address	3b. Phone	No. (include a	,		30-015-39		
105 S. 4th St., Artesia, NM 88210		575-748-1	1471			Pool or Exploratory Area	
4. Location of Well (Footage, Sec., T., R., M., OR Survey Descr 1600' FSL & 330' FWL Sec. 31-T19S-R30E		N Surface			11. County or F	Bone Spring	
	•		•		•		
1980' FSL & 330' FEL Sec. 31-T19S-R30E 12. CHECK APPROPRIATE BOX(E		Bottom	DE OF NO	TICE DE		nty, New Mexico	
· · · · · · · · · · · · · · · · · · ·	es) TO INDICA				POK1, OK	OTHERDATA	
TYPE OF SUBMISSION		1	TYPE OF A	CHON			
Acidize		Deepen		Production (S	Start/Resume)	Water Shut-Off	
X Notice of Intent Alter Cas.	ing	Fracture Treat		Reclamation		Well Integrity	
Casing Re	··	New Constructi	on	Recomplete		X Other amend	
Subsequent Report Change P	lans	Plug and Aband	on	Temporarily a	Abandon	PLC-359	
Final Abandonment Notice Convert t	to Injection	Plug Back		Water Dispos	sal	commingle	
following completion of the involved operations. If the operation restesting has been completed. Final Abandonment Notices must be fill determined that the site is ready for final inspection.  Yates Petroleum respectfully requapplication previously approved. Also, and Yates will like to commingle gas production.  The commingled oil will be measured and Please see attached plats and site securit Royalty values will not be affected by this All owners have been notified. A copy of	lests approval to destroy and the comming on for the Hanasty diagrams.	o add the l ling of the gan #1,2 & nagan API	Hanagan A Hanagan i Kanagan i Kand oil	APL Fed #2H & 3H production battery.	Com #3H the operated of the control of the control on the Hamiltonian for the Hamilton	to PLC-359 o application.	
14. I hereby certify that the foregoing is true and correct							
Name ( <i>Printed/Typed</i> ) Miriam Morales		Title F	Production	Analyst			
Signature A Prince A Prince	oles		lune 25, 20				
THIS	SPACE FOR FEDI						
						Data	
Approved by  Conditions of approval, if any, are attached. Approval of this	notice does not warra		Title		][	Date	
certify that the applicant holds legal or equitable title to those which would entitle the applicant to conduct operations thereon	rights in the subject		Office				

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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

(Instructions on page 2)

## Continuation on Surface pool/lease commingle for the Hanagan #1, 2H & 3H.

Federal Lease #NM-62211 CA Well name Hanagan APL Fed Com #1 Sec. 31-T19S-R30E 30-015-28635 Eddy County, NM	#94463 Pool (DHC) HG; Morrow HG; Atoka	MCFpd 10 89	<u>BTU</u> 1172		
CA Hanagan APL Fed Com #2H Sec. 31-T19S-R30E 30-015-39511 Eddy County, NM	<b># 128994</b> Parkway; Bone Spring	146	1420	<u>BOPD</u> 107	<u>Gravity</u> 41.7
CA Hanagan APL Fed Com #3H Sec. 31-T19S-R30E 30-015-39801	# not available at this time Parkway; Bone Spring	128	1205	250	42.5

# Oil Measurements (Hanagan #2H & #3H only)

Each of the wells will be equipped with continuous metering separators for oil production prior to oil being commingled for sales at the Hanagan APL Fed. Com #2H Battery. Total sales/production will be allocated back to each individual well using the metered (daily well tests) volumes. Metered volumes will be compared to total battery volumes daily and monthly for accuracy. Any vapor recovery gas shall be included in this application.

# **Gas Measurement**

Eddy County, NM

Total gas production will be based on the measurement at the CDP and allocated back to each well based on EFM daily readings. The DCP's CDP meter #1315032 (future to Agave) is located at Sec. 30-T19S-R30E, north of Hanagan #

The purpose of the Off-lease, Surface pool/ CA lease Commingle of production is in the interest of conservation, the reduction of environmental impact area, and overall emissions. It will not result in reduced royalty or improper measurement of production. Without approval for utilizing existing batteries on adjacent leases, it will become neccesary to build separate facilities for each well.

District I PO 80x 1980, Hobbs, NM 88741-1980 District LL PO Drawer DD, Artesia, NM 88211-0719 District III 1000 Rio Brazos Rd., Aztoc, NM 87410 District [V

# State of New Mexico Energy, Minerals & Natural Resources Department

# OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

Form C-102 Revised February 10, 1994 Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

PO Box 2088, Santa Fe		ELL LO	CATIO	N AND AC	REAGE DEDI	CATION PI	L AT.	] AME	NDED REPORT
'AH N	a mber		<sup>1</sup> Pool Cod						
' Property Code	`			Propert	y Name	<del></del>			Well Number
	H.	ANAGAN	"APL" F	EDERAL Con				1	
10GRID No.	YAS	TES PET	ROLEUM	Operation CORPORATIO				3319	* Elevation
				10 Surface	Location			L	
17 or lot no. Sec	ios Township	i idage	Lot Ida	Feet from the	North/South line	Feet from the	East/Wes	4 lipe	County
G 31	19S	30E		1980	NORTH	1980	EAS'	Γ	EDDY
		11 Bot	tom Hol		If Different Fr				
UL or lot so. Sec	ion Toweship	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/Wes	t line	County
" Docticated Acres "	Joint or Infill "	Consolidation	na Code (1) (	-	MUNITIZEO		<u> </u>		
NO ALLOWAB					ION UNTIL ALL EEN APPROVED			EN CON	SOLIDATED
	Alm-ca	1210	11/	086	1980' NM-89049	Signature Clifto Printed Nam Regula Tule 8-1-95 Date  18 SURV I herdry certives placed fi	EYOR of that the worm field and to the best of 195 sizes and 195 sizes are the text of 195 sizes are the 195 sizes are the text of 195 sizes are the 195 sizes are the text of	lav gent  CERT  CE	TFICATION  a thorne on this plat  I there are the plat  the some is the

District I
1625 N French Dr., Hobbs, NM 88240
Phone (575) 393-6161 Fax (575) 393-0720
District II
811 S First St., Artesia, NM 88210
Phone (575) 748-1283 Fax (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone (505) 334-6178 Fax (505) 334-6170
District IV
1220 S St Francis Dr., Santa Fe, NM 87505
Phone (505) 476-3460 Fax (505) 476-3462

State of New Mexico

THE CALCOLO

Form C-102

Energy, Minerals & Natural Resources Dellahtraeht2012
OIL CONSERVATION DIVISION

Revised August 1, 2011
Submit one copy to appropriate
District Office

CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1	API Number	•	T	<sup>2</sup> Pool Code	:	<sup>3</sup> Pool Name				
30-	-015-3951	1	1	49622	l		Parkway; Bor	ne Spring		
<sup>4</sup> Property Code					5 Property	Name		6	6 Well Number	
17558			I	Hanagan APL F	ederal Com			2H		
<sup>7</sup> OGRID No.					8 Operator	Name			, Elevation	
025575			Yates Petroleum Corporation					3324'GL		
<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	
Ĺ	31	198	30E		1600	South	330	West	Eddy	
		·	" Bo	ttom Hol	e Location If	Different From	n Surface			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
I	31	19S	30E		1955	South	355	East	Eddy	
Dedicated Acres	13 Joint or	Infill 14 Co	onsolidation	Code 15 Or	der 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.

			I hereby certify that the information contained herein is true and complete to the best of my browledge and belief, and that this organization either owns a working interest or unleased mineral interest in the least including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreementor a compulsory peoling order heretoforg entered by the division.  Time 19, 2012  Signature  Date  Tima Huerta  Printed Name  Linah@vatespetroleum.com  E-mail Address
330'W Surface	·	BUL 355'E	*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 belief.  Date of Survey
1600'5		(955)	Signature and Seal of Professional Surveyor  Certificate Number

District.! 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210

Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410

Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

Phone: (505) 476-3460 Fax: (505) 476-3462

# State of New Mexico

Energy, Minerals & Natural Resources Department RECEDIT ECONSERVATION DIVISION

APR 2 2 20220 South St. Francis Dr.

Santa Fe, NM 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

Phone: (505) 476-3460	Fax: (505) 476	5-3462	INNOC						^	n :00 0	
			WELL LO	CATIO	N AND AC	REAGE DEDIC	CATION PLA	ΛT	asi	Dulled	
1 /	PI Number	г		<sup>2</sup> Pool Cod	e	<sup>3</sup> Pool Name					
3	0-015-39801			49622		Parkway; Bone Spring					
<sup>4</sup> Property (	Code				5 Proper	y Name			<sup>6</sup> Well Number		
17558					Hanagan APL	Federal Com			3Н		
OGRID (	io.				" Operate	r Name			, Elevation		
025575					Yates Petroleum Corporation				3,326' GR		
					" Surface	Location					
UL or lot no.	Section	Townshi	p Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West	line	County	
М	31	198	30E		660	South	180	West		Eddy	
			" Bo	ttom Ho	le Location	If Different From	m Surface				
UL or lot no.	Section	Townshi	p Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West	line	County	
P	31	198	30E		666	South	340	East	1	Eddy	
12 Dedicated Acres	13 Joint o	r Infill	<sup>4</sup> Consolidation	Code 15 O	rder 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.

16			17 OPERATOR CERTIFICATION  I hereby certify that the information contained here 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 or has a right to drill this well at this 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.
			Signature Date  Laura Watts Printed Name  Laura@yatespetroleum.com E-mail Address
			"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 belief.  Date of Survey
180' SL		BHL 340	Signature and Soul of Desferois and Communication



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

> -Keith Hutchens -June, 2014

# Hanagan APL Fed Com #1

1980' FSL & 1980' FEL \* Sec 31 - T19S-R30E\* Unit G Eddy County, NM API - 3001528635

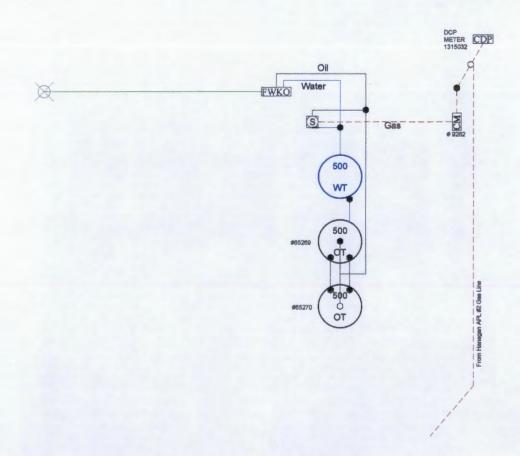


= Valve Closed
= Valve Opened

CM = Check Meter

FWKO = Free Weter Knock Out

S = Seperator



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



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

> -Keith Hutchens -April, 2013

Hanagan #2 Check Meter 9263 Hanagan #3 Check Meter 9264 Hanagan #2 Flare Meter 37753 Hanagan #3 Flare Meter 37825 VRU Meter 6718

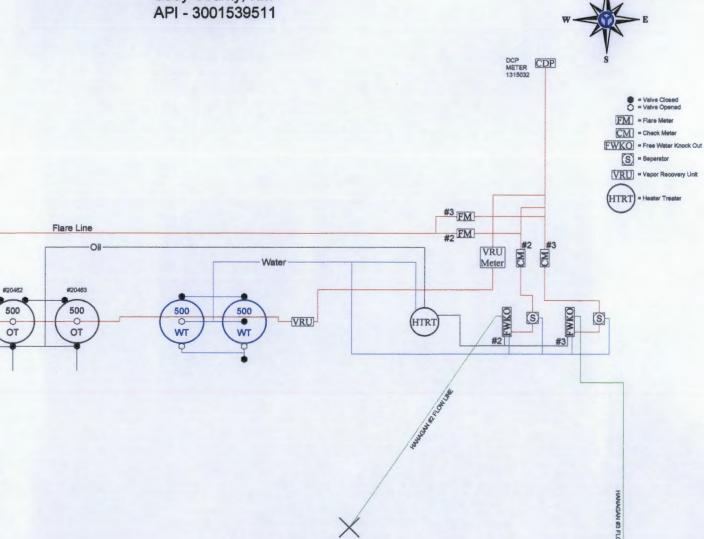
500

0-

OT

# Hanagan APL Fed Com #2H

1600' FSL & 330' FWL \* Sec 31 - T19S-R30E\* Unit L Eddy County, NM API - 3001539511



WELL LOCATION

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

MARTIN YATES, III
1912-1985

FRANK W. YATES
1936-1986

S.P YATES
1914-2008



105 SOUTH FOURTH STREET

## ARTESIA, NEW MEXICO 88210-2118

TELEPHONE (575) 749-1471

JOHN A. YATES

JOHN A. YATES JR.

JAMES S. BROWN

JOHN D. PERINI
CHIEF FINANCIAL OFFICER

JORGE S. MENDOZA

June 25, 2014

RE: Surface Pool/Lease Commingle Hanagan APL Federal Com #3H Eddy County, NM

Dear interest owner,

Yates Petroleum is notifying you of an amendment to PLC-359 to add the Hanagan APL Fed Com #3H. Also, add the commingling of the Hanagan #2H and 3H oil only to application.

Ownership is diversified. The commingle oil will be measured and sold at the Hanagan APL Fed #2H battery.

Federal Lease #NM -62211 CA Well name Hanagan APL Fed Com #1 Sec. 31-T19S-R30E 30-015-28635 Eddy County, NM	#94463 Pool (DHC) HG: Morrow HG: Atoka	M C F p d 1 0 8 9	<u>B T U</u> 1172		
CA # Hanagan APL Fed Com #2H Sec. 31-T19S-R30E 30-015-39511 Eddy County, NM	f 128994 Parkway; Bone Spring	1 4 6	1420	B O P D 1 0 7	<u>Gravity</u> 41.7
CA # Hanagan APL Fed Com #3H Sec. 31-T19S-R30E 30-015-39801 Eddy County, NM	f not available at this time Parkway; Bone Spring	128	1205	250	42.5

#### Oil Measurement (Hanagan #2H & #3H)

Each of the wells will be equipped with continuous metering separators for oil production prior to oil being commingled for sales at the Hanagan APL Fed Com #2H battery. Total sales/production will be allocated back to each individual well using the metered (daily well tests) volumes. Metered volumes will be compared to total battery volumes daily and monthly for accuracy. Any vapor recovery gas shall be included in this application.

#### **Gas Measurement**

Total gas production will be based on the measurement at the CDP and allocated back to each well based on EFM daily readings. The DCP's CDP meter #1315032 (future Agave) is located at Sec. 30-T19S-R30E, north of Hanagan #1.

The purpose of the Off-lease, Surface pool/lease Commingle of production is in the interest of conservation, the reduction of environmental impact area, and overall emissions. It will not result in reduced royalty or improper measurement of production. Without approval for utilizing existing batteries on adjacent leases, it will become necessary to build separate facilities for each well.

If you should have any questions, please give me a call at (575) 748-4200 (direct line).

Sincerely,

Miriam Morales
Production Analyst

I hereby approve this application

Yates Petroleum Corporation

KATHY H. PORTER DENNIS G. KINSEY

MARTIN YATES, III
1912-1985

FRANK W. YATES
1936-1986

S.P YATES
1914-2008



105 SOUTH FOURTH STREET

#### ARTESIA, NEW MEXICO 88210-2118

TELEPHONE (575) 748-1471

JOHN A. YATES
CHAIRMAN OF THE BOARD

JOHN A. YATES JR.

JAMES S. BROWN

JOHN D. PERINI

JORGE S. MENDOZA
CHIEF ADMINISTRATIVE OFFICER

June 25, 2014

RE: Surface Pool/Lease Commingle Hanagan APL Federal Com #3H Eddy County, NM

Dear interest owner,

Yates Petroleum is notifying you of an amendment to PLC-359 to add the Hanagan APL Fed Com #3H. Also, add the commingling of the Hanagan #2H and 3H oil only to application.

Ownership is diversified. The commingle oil will be measured and sold at the Hanagan APL Fed #2H battery.

Federal Lease #NM-62211 CA Well name Hanagan APL Fed Com #1 Sec. 31-T19S-R30E 30-015-28635 Eddy County, NM	#94463 Pool (DHC) HG; Morrow HG; Atoka	M C F p d 10 89	<u>B T U</u> 1 1 7 2		
CA # Hanagan APL Fed Com #2H Sec. 31-T19S-R30E 30-015-39511 Eddy County, NM	: 128994 Parkway; Bone Spring	146	1420	<u>B O P D</u> 1 0 7	<u>G ra vity</u> 41.7
CA # Hanagan APL Fed Com #3H Sec. 31-T19S-R30E 30-015-39801 Eddy County, NM	not available at this time Parkway; Bone Spring	128	1 2 0 5	250	42.5

## Oil Measurement (Hanagan #2H & #3H)

Each of the wells will be equipped with continuous metering separators for oil production prior to oil being commingled for sales at the Hanagan APL Fed Com #2H battery. Total sales/production will be allocated back to each individual well using the metered (daily well tests) volumes. Metered volumes will be compared to total battery volumes daily and monthly for accuracy. Any vapor recovery gas shall be included in this application.

#### **Gas Measurement**

Total gas production will be based on the measurement at the CDP and allocated back to each well based on EFM daily readings. The DCP's CDP meter #1315032 (future Agave) is located at Sec. 30-T19S-R30E, north of Hanagan #1.

The purpose of the Off-lease, Surface pool/lease Commingle of production is in the interest of conservation, the reduction of environmental impact area, and overall emissions. It will not result in reduced royalty or improper measurement of production. Without approval for utilizing existing batteries on adjacent leases, it will become necessary to build separate facilities for each well.

If you should have any questions, please give me a call at (575) 748-4200 (direct line).

Sincerely,

Miriam Morales
Production Analyst

I hereby approve this application

Abo Petroleum Corporation

KATHY H. PORTER

DENNIS G. KINSEY

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

S.P YATES



105 SOUTH FOURTH STREET

#### ARTESIA, NEW MEXICO 88210-2118

TELEPHONE (575) 748-1471

JOHN A. YATES CHAIRMAN OF THE BOARD

JOHN A. YATES JR.

JAMES S. BROWN

JOHN D. PERINI
CHIEF FINANCIAL OFFICER

JORGE S. MENDOZA
CHIEF ADMINISTRATIVE DEFICER

June 25, 2014

RE: Surface Pool/Lease Commingle Hanagan APL Federal Com #3H Eddy County, NM

Dear interest owner,

Yates Petroleum is notifying you of an amendment to PLC-359 to add the Hanagan APL Fed Com #3H. Also, add the commingling of the Hanagan #2H and 3H oil only to application.

Ownership is diversified. The commingle oil will be measured and sold at the Hanagan APL Fed #2H battery.

Federal Lease #NM-62211 C. <u>Well name</u> Hanagan APL Fed Com #1  Sec. 31-T19S-R30E  30-015-28635  Eddy County, NM	A #94463 Pool (DHC) HG; Morrow HG; Atoka	M C F p d 1 0 8 9	<u>B T U</u> 1172		
	# 128994 Parkway; Bone Spring	1 4 6	1420	<u>B O P D</u> 1 0 7	<u>Gravity</u> 41.7
CA Hanagan APL Fed Com #3H Sec. 31-T19S-R30E 30-015-39801 Eddy County, NM	# not available at this time Parkway; Bone Spring	128	1 2 0 5	2 5 0	42.5

## Oil Measurement (Hanagan #2H & #3H)

Each of the wells will be equipped with continuous metering separators for oil production prior to oil being commingled for sales at the Hanagan APL Fed Com #2H battery. Total sales/production will be allocated back to each individual well using the metered (daily well tests) volumes. Metered volumes will be compared to total battery volumes daily and monthly for accuracy. Any vapor recovery gas shall be included in this application.

# Gas Measurement

Total gas production will be based on the measurement at the CDP and allocated back to each well based on EFM daily readings. The DCP's CDP meter #1315032 (future Agave) is located at Sec. 30-T19S-R30E, north of Hanagan #1.

The purpose of the Off-lease, Surface pool/lease Commingle of production is in the interest of conservation, the reduction of environmental impact area, and overall emissions. It will not result in reduced royalty or improper measurement of production. Without approval for utilizing existing batteries on adjacent leases, it will become necessary to build separate facilities for each well.

If you should have any questions, please give me a call at (575) 748-4200 (direct line).

Sincerely,

Miriam Morales
Production Analyst

I hereby approve this application

Myco Industries Inc.

KATHY H. PORTER DENNIS G. KINSEY

MARTIN YATES, III 1912-1985

> FRANK W. YATES 1936-1986 S.P YATES



105 SOUTH FOURTH STREET

#### ARTESIA, NEW MEXICO 88210-2118

TELEPHONE (575) 748-1471

JOHN A. YATES CHAIRMAN OF THE BOARD

JOHN A. YATES JR.

JAMES S. BROWN
CHIEF OPERATING OFFICER

JOHN D. PERINI CHIEF FINANCIAL OFFICER

JORGE S. MENDOZA
CHIEF ADMINISTRATIVE OFFICER

June 25, 2014

RE: Surface Pool/Lease Commingle Hanagan APL Federal Com #3H Eddy County, NM

Dear interest owner,

Yates Petroleum is requesting approval from the Bureau of Land Management and Oil Conservation Division to add Hanagan #3 to PLC-359. Also, add the commingling of the Hanagan #2H and 3H oil only to application.

Ownership is diversified. The commingle oil will be measured and sold at the Hanagan APL Fed #2H battery.

Hanagan APL Fed Com #1 HC	463 o <u>ol (DHC)</u> G; Morrow G; <b>A</b> toka	M C F p d 1 0 8 9	<u>B T U</u> 1 1 7 2		
CA # 128 Hanagan APL Fed Com #2H Pa Sec. 31-T19S-R30E 30-015-39511 Eddy County, NM	994 rkway; Bone Spring	1 4 6	1420	B O P D 107	<u>Gravity</u> 41.7
	t available at this time rkway; Bone Spring	128	1205	250	42.5

## Oil Measurement (Hanagan #2H & #3H)

Each of the wells will be equipped with continuous metering separators for oil production prior to oil being commingled for sales at the Hanagan APL Fed Com #2H battery. Total sales/production will be allocated back to each individual well using the metered (daily well tests) volumes. Metered volumes will be compared to total battery volumes daily and monthly for accuracy. Any vapor recovery gas shall be included in this application.

## **Gas Measurement**

Total gas production will be based on the measurement at the CDP and allocated back to each well based on EFM daily readings. The DCP's CDP meter #1315032 (future Agave) is located at Sec. 30-T19S-R30E, north of Hanagan #1.

The purpose of the Off-lease, Surface pool/lease Commingle of production is in the interest of conservation, the reduction of environmental impact area, and overall emissions. It will not result in reduced royalty or improper measurement of production. 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.

Any objection must be filed in writing with the Oil Conservation Division in Santa Fe within 20 days from the date the division receives the application. Application will be sent in conjunction with notification to owners.

If you should have any questions, please give me a call at (575) 748-4200 (direct line).

Sincerely

Miriam Morales
Production Analyst

iam Caroles

KATHY H. PORTER

DENNIS G. KINSEY



YATES BUILDING - 105 SOUTH FOURTH STREE1
ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 1764 7013 2250 0000 5201 1764

# ADDRESS SERVICE REQUESTED

See Reverse for Instructions	PS Form 3800, August 2006
M CORP ET 203	ORP DAVID PETROLEUM CORP or PO Box No. 116 W FIRST STREET  City, State, ZIP+4 ROSWELL, NM 88203
	Sent To
	Total Postage & Fees \$
,	Restricted Delivery Fee (Endorsement Required)
Postmark Here	Return Receipt Fee (Endorsement Required)
	Certified Fee
	Postage \$
9 Union 6/101	Janoquits anew USS9 Union
at www.usps.com@	For delivery information visit our website at www.usps.come
CEIPT Coverage Provided)	CERTIFIED MAILTM RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)
	U.S. Postal Service™

DAVID PETROLEUM CORP 116 W FIRST STREET ROSWELL, NM 88203

## OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

	;
SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse</li> </ul>	A. Signature
so that we can return the card to you.  Attach this card to the back of the mailpiece,	B. Received by (Printed Name)  C. Date of Delivery
or on the front if space permits.  1. Article Addressed to:	D. Is delivery address different from item 1? ☐ Yes If YES, enter delivery address below: ☐ No
DAVID PETROLEUM CORP 116 W FIRST STREET	
ROSWELL, NM 88203	3. Service Type  Certified Mail®  Registered  Insured Mail  Collect on Delivery
	4. Restricted Delivery? (Extra Fee) ☐ Yes
2. Article Number 7013 2250 0000	5201 1764
PS Form 3811, July 2013 Domestic Re	turn Receipt

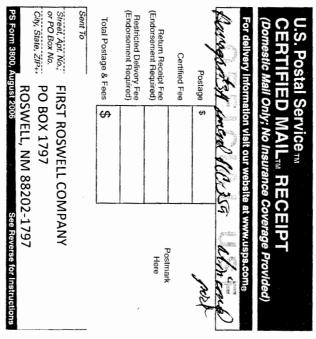




YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 1771 7013 2250 0000 5201 1771

# ADDRESS SERVICE REQUESTED



FIRST ROSWELL COMPANY PO BOX 1797 ROSWELL, NM 88202-1797

OF THE RETURN ADDRESS, FOLD AT DOTTED LIVE

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse</li> </ul>	A. Signature  X □ Agent □ Addressee
so that we can return the card to you.  Attach this card to the back of the mailpiece, or on the front if space permits.	B. Received by (Printed Name) C. Date of Delivery
Article Addressed to:	D. Is delivery address different from item 1? ☐ Yes If YES, enter delivery address below: ☐ No
FIRST ROSWELL COMPANY PO BOX 1797	
ROSWELL, NM 88202-1797	3. Service Type  ☐ Certified Mail® ☐ Priority Mail Express™ ☐ Registered ☐ Return Receipt for Merchandise ☐ Insured Mail ☐ Collect on Delivery
	4. Restricted Delivery? (Extra Fee)
2. Article Number 7013 2250 0000	5201 1771
PS Form 3811, July 2013 Domestic Ret	urn Receipt

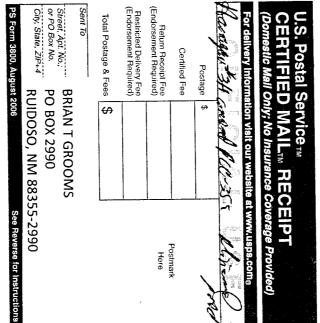




YATES BUILDING - 105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 1788 7013 2250 0000 5201 1788

## ADDRESS SERVICE REQUESTED



BRIAN T GROOMS PO BOX 2990 RUIDOSO, NM 88355-2990

OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

#### SENDER: COMPLETE THIS SECTION COMPLETE THIS SECTION ON DELIVERY ■ Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. A. Signature ■ Print your name and address on the reverse X so that we can return the card to you. ☐ Agent Attach this card to the back of the mailpiece, ☐ Addressee B. Received by (Printed Name) or on the front if space permits. C. Date of Delivery 1. Article Addressed to: If YES, enter delivery address below: **BRIAN T GROOMS** PO BOX 2990 RUIDOSO, NM 88355-2990 Service Type Certified Mail® ☐ Priority Mail Express™ Certified ividence of the Registered ☐ Return Receipt for Merchandise ☐ Insured Mail ☐ Collect on Delivery 4. Restricted Delivery? (Extra Fee) 2. Article Number ☐ Yes (Transfer from ser 7013 2250 0000 5201 1788

PS Form 3811, July 2013

Domestic Return Receipt





YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 1795 7013 2250 0000 5201 1795

# ADDRESS SERVICE REQUESTED

The second secon	AND THE PERSON NAMED IN COLUMN TWO IS NOT THE PERSON NAMED IN COLUMN TWO IS NAMED	ra Form about August zooo
02-1737	ROSWELL, NM 88202-1737	RC
	PO BOX 1737	City, State, ZIP+4 P(
	TRUST	2,
C/O BETTY L HANAGAN RESIDUARY	O BETTY L HANA	Sent To C,
EL G HANAGAN	HUGH E & MICHAEL G HANAGAN	Osiage or I
	<b>*</b>	Total Bootson & F
,		Restricted Delivery Fee (Endorsement Required)
Here		Return Receipt Fee (Endorsement Required)
Doctoook		Certified Fee
12000	₩.	) Postage
Smooth B	Unaps & H ansend Pl : 59	Urage 54
at www.usps.come	For delivery information visit our website at www.usps.come	For delivery inform
SEIPT Soverage Provided)	CERTIFIED MAIL <sub>TM</sub> RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)	CERTIFIED
	ervice™	U.S. Postal Service™

HUGH E & MICHAEL G HANAGAN C/O BETTY L HANAGAN RESIDUARY TRUST PO BOX 1737 ROSWELL, NM 88202-1737

## OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

■ Complete items 1, 2, and 3. Also complete	A. Signature	
item 4 if Restricted Delivery is desired.  ■ Print your name and address on the reverse	x	☐ Agent ☐ Addressee
so that we can return the card to you.  Attach this card to the back of the mailpiece, or on the front if space permits.	B. Received by (Printed Name)	C. Date of Delivery
1. Article Addressed to:	D. Is delivery address different from ite     If YES, enter delivery address belo	
HUGH E & MICHAEL G HANAGAN C/O BETTY L HANAGAN RESIDUARY		
IKUSI		
TRUST PO BOX 1737 ROSWELL, NM 88202-1737	3. Service Type  All Certified Mail®	eipt for Merchandise
PO BOX 1737	Certified Mail® Priority Ma	eipt for Merchandise

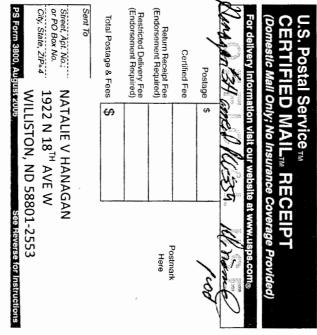
and continued an

# ATES PETROLEUM

YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 1801 7013 2250 0000 5201 1801

## ADDRESS SERVICE REQUESTED



NATALIE V HANAGAN 1922 N 18<sup>TH</sup> AVE W WILLISTON, ND 58801-2553

#### OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> <li>Article Addressed to:</li> <li>NATALIE V HANAGAN         <ul> <li>1922 N 18<sup>TH</sup> AVE W</li> <li>WILLISTON, ND 58801-2553</li> </ul> </li> </ul>	A. Signature  X
2. Article Number (Transfer from s) 7013 2250 0000	5201 1801
PS Form 3811, July 2013 Domestic Re	turn Receipt

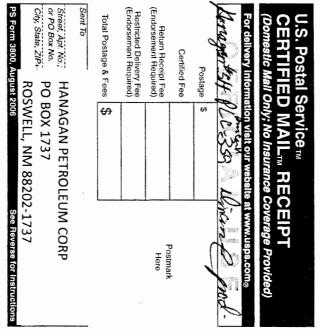
The parties of the pa

# PETROLEUM CORPORATION



YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210 7013 2250 0000 5201 1818 7013 2250 0000 5201 1818

## ADDRESS SERVICE REQUESTED



HANAGAN PETROLEUM CORP PO BOX 1737 ROSWELL, NM 88202-1737

OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

#### **SENDER: COMPLETE THIS SECTION** COMPLETE THIS SECTION ON DELIVERY Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. A. Signature □ Agent X Print your name and address on the reverse ☐ Addressee so that we can return the card to you. B. Received by (Printed Name) C. Date of Delivery Attach this card to the back of the mailpiece, or on the front if space permits. 1. Article Addressed to: If YES, enter delivery address below: HANAGAN PETROLEUM CORP PO BOX 1737 ROSWELL, NM 88202-1737 Service Type Certified Mail® ☐ Priority Mail Express™ □ Registered ☐ Return Receipt for Merchandise ☐ Insured Mail ☐ Collect on Delivery 4. Restricted Delivery? (Extra Fee) ☐ Yes 2. Article Number 7013 2250 0000 5201 1818 (Transfer from s PS Form 3811, July 2013 Domestic Return Receipt

# ATES PETROLEUM CORPORATION

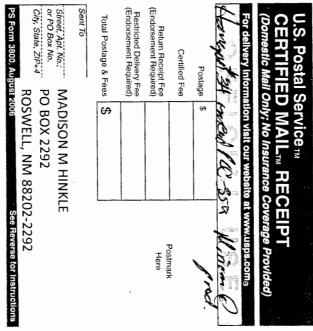


YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

PS Form 3811, July 2013

7013 2250 0000 5201 1825 7013 2250 0000 5201 1825

# ADDRESS SERVICE REQUESTED



MADISON M HINKLE PO BOX 2292 ROSWELL, NM 88202-2292

PLACE STICKER AT TOP OF ENVELOPE TO THE RIGHT OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse</li> </ul>	A. Signature  X □ Agent □ Addressee
so that we can return the card to you.  Attach this card to the back of the mailpiece, or on the front if space permits.	B. Received by (Printed Name)  C. Date of Delivery
Article Addressed to:	D. Is delivery address different from item 1? ☐ Yes If YES, enter delivery address below: ☐ No
MADISON M HINKLE PO BOX 2292	
ROSWELL, NM 88202-2292	3. Service Type  ☐ Certified Mail® ☐ Priority Mail Express™ ☐ Registered ☐ Return Receipt for Merchandise ☐ Insured Mail ☐ Collect on Delivery
	4. Restricted Delivery? (Extra Fee) ☐ Yes
2. Article Number 7013 2250 0000	5201 1825

Domestic Return Receipt





YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 1832 7013 2250 0000 5201 1832

# ADDRESS SERVICE REQUESTED

U.S. Postal Service TM CERTIFIED MAILTM RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)	CIPT overage Provided)
For delivery information visit our website at www.usps.come	at www.usps.come
Carry St ones W 250	a Mount
Postage \$	prox.
Certified Fee	
Return Receipt Fee (Endorsement Required)	Here Here
Restricted Delivery Fee (Endorsement Required)	,
Total Postage & Fees \$	
Sent To	
Sinest Apr. No.: ROLLA R III & ROSEMARY H HINKLE or PO Box No.  City, State, Zipt.4 PO BOX 2292	MARY H HINKLE
PS Form 3800, August 2007, NM 88202-2292	)2-2292

ROLLA R III & ROSEMARY H HINKLE PO BOX 2292 ROSWELL, NM 88202-2292

OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

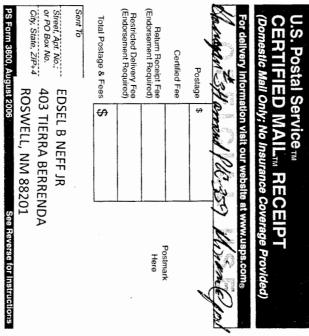
SENDER: COMPLETE THIS SECTION  Complete items 1.2 and 2.4	COMPLETE THIS SECTION ON DELIVERY	
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>	A. Signature  X	
1. Article Addressed to:  ROLLA R III & ROSEMARY H HINKLE PO BOX 2292	D. Is delivery address different from item 1? ☐ Yes If YES, enter delivery address below: ☐ No	
ROSWELL, NM 88202-2292	3. Service Type  Certified Mail® ☐ Priority Mail Express™ ☐ Registered ☐ Return Receipt for Merchandise ☐ Insured Mail ☐ Collect on Delivery  4. Restricted Delivery? (Extra Fee) ☐ Yea	=
2. Article Number	Yes	





YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210 7013 2250 0000 5201 1849 7013 2250 0000 5201 1849

# ADDRESS SERVICE REQUESTED



EDSEL B NEFF JR 403 TIERRA BERRENDA ROSWELL, NM 88201

OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

#### SENDER: COMPLETE THIS SECTION COMPLETE THIS SECTION ON DELIVERY A. Signature Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. □ Agent X Print your name and address on the reverse ☐ Addressee so that we can return the card to you. B. Received by (Printed Name) C. Date of Delivery Attach this card to the back of the mailpiece, or on the front if space permits. D. Is delivery address different from item 1? $\square$ Yes 1. Article Addressed to: If YES, enter delivery address below: **EDSEL B NEFF JR 403 TIERRA BERRENDA** ROSWELL, NM 88201 3. Service Type Certified Mail® □ Priority Mail Express™ □ Registered ☐ Return Receipt for Merchandise ☐ Collect on Delivery ☐ Insured Mail 4. Restricted Delivery? (Extra Fee) ☐ Yes 2. Article Number 7013 2250 0000 5201 1849 (Transfer from se PS Form 3811, July 2013 Domestic Return Receipt

Hail fenting the property of t





YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 1856 7013 2250 0000 5201 1856

# ADDRESS SERVICE REQUESTED

See Reverse for Instructions	2006	PS Form 3800, August 2006
0-1807	MIDLAND, TX 79710-1807	City, State, Zir+4
7	PO BOX 51807	
O FF	DAMAG B NICKOL	
	↔	Total Postage & Fees
,		Restricted Delivery Fee (Endorsement Required)
Here		Return Receipt Fee (Endorsement Required)
		Certified Fee
	↔	Postage
Mirane O Jud.	man 2H amount c 55 1	Guyan 34
at www.usps.com@	For delivery information visit our website at www.usps.come	For delivery inform
CEIPT Coverage Provided)	CERTIFIED MAILTM RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)	CERTIFIEI
	Service <sub>TM</sub>	U.S. Postal Service™

THOMAS R NICKOLOFF PO BOX 51807 MIDLAND, TX 79710-1807

# OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DEL	IVERY
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>	A. Signature  X  B. Received by (Printed Name)	☐ Agent ☐ Addresse C. Date of Deliver
Article Addressed to:     THOMAS R NICKOLOFF	D. Is delivery address different from iten     If YES, enter delivery address below	n 1? Yes v: No
PO BOX 51807 MIDLAND, TX 79710-1807		
	☐ Insured Mail ☐ Collect on De	pt for Merchandise
2. Article Number	4. Restricted Delivery? (Extra Fee)	☐ Yes
Transfer for	5201 1856	

Wail
recei
denti
denti
dell
midel
dall it
dall

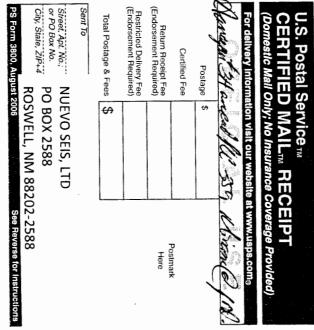




YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 1863 7013 2250 0000 5201 1863

# ADDRESS SERVICE REQUESTED



NUEVO SEIS, LTD PO BOX 2588 ROSWELL, NM 88202-2588

OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>	A. Signature  X
1. Article Addressed to:  NUEVO SEIS, LTD  PO BOX 2588	D. Is delivery address different from item 1? ☐ Yes If YES, enter delivery address below: ☐ No
ROSWELL, NM 88202-2588	3. Service Type  ÂÛ Certified Mail® ☐ Priority Mail Express™ ☐ Registered ☐ Return Receipt for Merchandise ☐ Insured Mail ☐ Collect on Delivery  4. Restricted Delivery? (Extra Fee) ☐ Yes
2. Article Number (Transfer from se. 7013 2250 0000	5201 1973
PS Form 3811, July 2013 Domestic Retu	urn Receipt

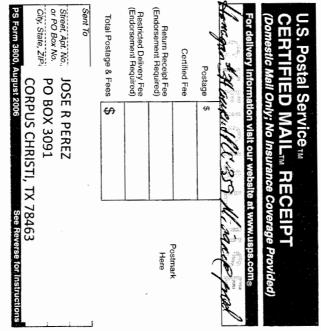




YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 1870 7013 2250 0000 5201 1870

# ADDRESS SERVICE REQUESTED



JOSE R PEREZ PO BOX 3091 CORPUS CHRISTI, TX 78463

OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

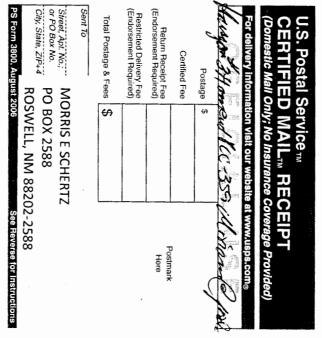
SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> </ul>	A. Signature  X
Attach this card to the back of the mailpiece, or on the front if space permits.	B. Received by (Printed Name)  C. Date of Delivery
Article Addressed to:	D. Is delivery address different from item 1? ☐ Yes If YES, enter delivery address below: ☐ No
JOSE R PEREZ	
PO BOX 3091	
CORPUS CHRISTI, TX 78463	3. Service Type    M Certified Mail®
	4. Restricted Delivery? (Extra Fee) ☐ Yes
2. Article Number (Transfer from sei 7013 2250 0000	5201 1870
PS Form 3811, July 2013 Domestic Retu	urn Receipt

# PETROLEUM CORPORATION

YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 1887 7013 2250 0000 5201 1887

## ADDRESS SERVICE REQUESTED



MORRIS E SCHERTZ PO BOX 2588 ROSWELL, NM 88202-2588

# PLACE STICKER AT TOP OF ENVELOPE TO THE RIGHT OF THE RETURN ADDRESS FOLD AT DOTTED LINE

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse</li> </ul>	A. Signature    Agent   Addressee
so that we can return the card to you.  Attach this card to the back of the mailpiece, or on the front if space permits.  1. Article Addressed to:	B. Received by (Printed Name)  C. Date of Delivery  D. Is delivery address different from item 1? ☐ Yes  If YES, enter delivery address below: ☐ No
MORRIS E SCHERTZ PO BOX 2588 ROSWELL, NM 88202-2588	3. Service Type
	4. Restricted Delivery? (Extra Fee) ☐ Yes
2. Article Number (Transfer from se 7013 2250 0000	5201 1887
PS Form 3811, July 2013 Domestic Ret	turn Receipt

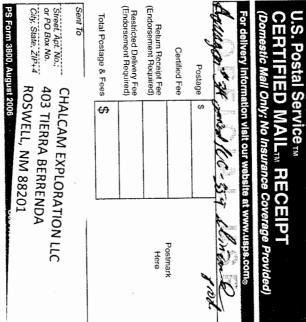




YATES BUILDING - 105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 1894 7013 2250 0000 5201 1894

## ADDRESS SERVICE REQUESTED



CHALCAM EXPLORATION LLC 403 TIERRA BERRENDA ROSWELL, NM 88201

# OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>	A. Signature  X
1. Article Addressed to:	D. Is delivery address different from item 1? ☐ Yes If YES, enter delivery address below: ☐ No
CHALCAM EXPLORATION LLC 403 TIERRA BERRENDA ROSWELL, NM 88201	
NOSVVELL, INIVI 002UI	3. Service Type  ☑ Certified Mail® ☐ Priority Mail Express™ ☐ Registered ☐ Return Receipt for Merchandise ☐ Insured Mail ☐ Collect on Delivery  4. Restricted Delivery? (Extra Fee) ☐ Yes
2. Article Number 7013 2250 0000	5201 1894

To Tale San Tale of the Part o

Domestic Return Receipt

PS Form 3811, July 2013

# **res** Etroleum Orporation



YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

0000 5201 1900 2250 2250 0000 5201 1900 7013

ADDRESS SERVICE REQUESTED

Street, Apt. No.; or PO Box No. Sent To PS Form 3800, August 2006 City, State, ZIP+4 Restricted Delivery Fee (Endorsement Required) Return Receipt Fee (Endorsement Required) Total Postage & Fees Certified Fee Postage ROSWELL, NM 88203 116 W FIRST STREET WILLIAM B OWEN 8 See Reverse for Instructions Postmark Here

WILLIAM BOWEN 116 W FIRST STREET ROSWELL, NM 88203

# OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DEL	IVERY
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> </ul>	A. Signature	☐ Agent ☐ Addressee
Attach this card to the back of the mailpiece, or on the front if space permits.	B. Received by (Printed Name)	C. Date of Delivery
Article Addressed to:	D. Is delivery address different from iter     If YES, enter delivery address below	
WILLIAM B OWEN		
116 W FIRST STREET		
ROSWELL, NM 88203	3. Service Type  Certified Mail® Priority Mail Registered Return Rece Insured Mail Collect on D	eipt for Merchandise
	4. Restricted Delivery? (Extra Fee)	☐ Yes
2. Article Number (Transfer from st. 7013 2250 0000	5201 1900	
PS Form 3811, July 2013 Domestic Retu	urn Receipt	

and new start of the start of t 

# PETROLEUM CORPORATION



YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 1917 7013 2250 0000 5201 1917

# ADDRESS SERVICE REQUESTED

See Reverse for Instructions	PS Form 3800, August 2006
)4-1887	or PO Box No. PO BOX 1887 City. State, ZIP4: SANTA FE, NM 87504-1887
TIES	Street, Apr. No.: HANAGAN PROPERTIES
	Sent To
	Total Postage & Fees \$
,	Restricted Delivery Fee (Endorsement Required)
Here	Return Receipt Fee (Endorsement Required)
	Certified Fee
<	Postage \$
Marie 1 sal	Canagast 34 mars 1039
at www.usps.come	For delivery information visit our website at www.usps.come
CEIPT Coverage Provided)	CERTIFIED MAIL RECEIPT  (Domestic Mall Only; No Insurance Coverage Provided)
	U.S. Postal Service™

HANAGAN PROPERTIES PO BOX 1887 SANTA FE, NM 87504-1887

# OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece,</li> </ul>	A. Signature  X
or on the front if space permits.  1. Article Addressed to:	D. Is delivery address different from item 1? Yes If YES, enter delivery address below: No
HANAGAN PROPERTIES PO BOX 1887	
SANTA FE, NM 87504-1887	3. Service Type
0. 0.454.41	4. Restricted Delivery? (Extra Fee) ☐ Yes
2. Article Number (Transfer from si 7013 2250 0000	5201 1917
PS Form 3811, July 2013 Domestic Retu	urn Receipt

# ATES PETROLEUM



YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 1924 7013 2250 0000 5201 1924

# ADDRESS SERVICE REQUESTED

PS Form 3800, August 2006 See Reverse for Instructions	006	PS Form 3800, August 2
2-1638	ROSWELL, NM 88202-1638	
	PO BOX 1638	City. State. ZIP+
OUTHWEST	C/O BANK OF THE SOUTHWEST	£.¦
PERMIAN BASIN INVESTMENT CORP	MIAN BASIN INV	Sent To PER
	↔	Total Postage & Fees
,		Restricted Delivery Fee (Endorsement Required)
Here		Return Receipt Fee (Endorsement Required)
Dostmark		Certified Fee
`	G	Postage
5 Amon Gal	mont 10 255	large 154
at www.usps.come	For delivery information visit our website at www.usps.com	For delivery informs
CERTIFIED MAIL <sub>TM</sub> RECEIPT  (Domestic Mail Only; No Insurance Coverage Provided)	CERTIFIED MAIL™ RECEIPT Domestic Mail Only; No insurance Coverage	CERTIFIED
	Postal Service™	U.S. Postal S

PERMIAN BASIN INVESTMENT COF C/O BANK OF THE SOUTHWEST PO BOX 1638 ROSWELL, NM 88202-1638

OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse</li> </ul>	A. Signature  X □ Agent □ Addressee
so that we can return the card to you.  Attach this card to the back of the mailpiece, or on the front if space permits.	B. Received by (Printed Name)  C. Date of Delivery
Article Addressed to:	D. Is delivery address different from item 1?  If YES, enter delivery address below:  No
PERMIAN BASIN INVESTMENT CORP C/O BANK OF THE SOUTHWEST PO BOX 1638	
ROSWELL, NM 88202-1638	3. Service Type
	4. Restricted Delivery? (Extra Fee) ☐ Yes
2. Article Number (Transfer from st 7013 2250 0000	5201 1924
PS Form 3811, July 2013 Domestic Ret	turn Receipt

# ATES PETROLEUM



YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 1931 7013 2250 0000 5201 1931

# ADDRESS SERVICE REQUESTED

SCOTT EXPLORATION INC PO BOX 1834 ROSWELL, NM 88202-1834

OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

#### SENDER: COMPLETE THIS SECTION COMPLETE THIS SECTION ON DELIVERY ■ Complete items 1, 2, and 3. Also complete A. Signature item 4 if Restricted Delivery is desired. ☐ Agent Print your name and address on the reverse X so that we can return the card to you. ☐ Addressee B. Received by (Printed Name) Attach this card to the back of the mailpiece, C. Date of Delivery or on the front if space permits. 1. Article Addressed to: If YES, enter delivery address below: SCOTT EXPLORATION INC PO BOX 1834 ROSWELL, NM 88202-1834 3. Service Type Certified Mail® Priority Mail Express ☐ Registered ☐ Return Receipt for Merchandise Insured Mail ☐ Collect on Delivery 4. Restricted Delivery? (Extra Fee) ☐ Yes 2. Article Number 7013 2250 0000 5201 1931 (Transfer from se PS Form 3811, July 2013 Domestic Return Receipt

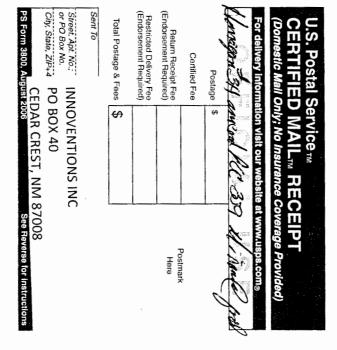




YATES BUILDING - 105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 1948 7013 2250 0000 5201 1948

# ADDRESS SERVICE REQUESTED



INNOVENTIONS INC PO BOX 40 CEDAR CREST, NM 87008

#### PLACE STICKER AT TOP OF ENVELOPE TO THE RIGHT

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> <li>Article Addressed to:</li> <li>INNOVENTIONS INC</li> <li>PO BOX 40</li> </ul>	A. Signature  X
CEDAR CREST, NM 87008	3. Service Type  **BS-Certified Mail® □ Priority Mail Express™ □ Registered □ Return Receipt for Merchandis □ Insured Mail □ Collect on Delivery  4. Restricted Delivery? (Extra Fee) □ Yes

# PETROLEUM CORPORATION



YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 1955 7013 2250 0000 5201 1955

## ADDRESS SERVICE REQUESTED

U.S. Postal Service M CERTIFIED MAIL RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)	CEIPT Coverage Provided)
For delivery information visit our website at www.usps.come	website at www.usps.come
Postage \$	
Certified Fee	
Return Receipt Fee (Endorsement Required)	Postmark Here
Restricted Delivery Fee (Endorsement Required)	,
Total Postage & Fees \$	
Seni To  SOUTHWEST PETROLEUM LAND Street, Apr. No.: SFRVICES 11 C	DLEUM LAND
City, State, ZIP+4 100 N PENNSYLVANIA	Ā
ROSWELL, NM 88203 PS Form 3800, August 2006	3

SOUTHWEST PETROLEUM LAND SERVICES LLC 100 N PENNSYLVANIA ROSWELL, NM 88203

PLACE STICKER AT TOP OF ENVELOPE TO THE RIGHT OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

#### SENDER: COMPLETE THIS SECTION COMPLETE THIS SECTION ON DELIVERY ■ Complete items 1, 2, and 3. Also complete A. Signature item 4 if Restricted Delivery is desired. ☐ Agent X Print your name and address on the reverse ☐ Addressee so that we can return the card to you. B. Received by (Printed Name) Attach this card to the back of the mailpiece, C. Date of Delivery or on the front if space permits. D. Is delivery address different from item 1? ☐ Yes 1. Article Addressed to: If YES, enter delivery address below: SOUTHWEST PETROLEUM LAND SERVICES LLC 100 N PENNSYLVANIA ROSWELL, NM 88203 3. Service Type Certified Mail® ☐ Priority Mail Express™ ☐ Registered ☐ Return Receipt for Merchandise ☐ Insured Mail ☐ Collect on Delivery 4. Restricted Delivery? (Extra Fee) ☐ Yes 2. Article Number 7013 2250 0000 5201 1955 (Transfer from se PS Form 3811, July 2013 Domestic Return Receipt

- 복표를 받고 없는 없는 이렇게 함께 Para 등 하다.



YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 1962 7013 2250 0000 5201 1962

# ADDRESS SERVICE REQUESTED

See Reverse for Instructions	PS Form 3800, August 2006 See Reverse for Instructions
103	TULSA, OK 74103
NADEL & GUSSMAN PERMIAN LLC 15 E 5 <sup>TH</sup> STREET SUITE 3200	
	Sent To
	Total Postage & Fees \$
	Restricted Delivery Fee (Endorsement Required)
Here	Return Receipt Fee (Endorsement Required)
Doctoook	Certified Fee
(	Postage \$
10.39 Union p fol	Carriage & Hansal la
/ebsite at www.usps.com⊕	For delivery information visit our website at www.usps.com
RECEIPT ance Coverage Provided)	CERTIFIED MAILTM RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)
	U.S. Postal Service™

NADEL & GUSSMAN PERMIAN LLC 15 E 5<sup>™</sup> STREET SUITE 3200 TULSA, OK 74103

#### SENDER: COMPLETE THIS SECTION COMPLETE THIS SECTION ON DELIVERY ■ Complete items 1, 2, and 3. Also complete A. Signature item 4 if Restricted Delivery is desired. Print your name and address on the reverse □ Agent X so that we can return the card to you. ☐ Addressee Attach this card to the back of the mailpiece, B. Received by (Printed Name) C. Date of Delivery or on the front if space permits. 1. Article Addressed to: D. Is delivery address different from item 1? $\square$ Yes If YES, enter delivery address below: NADEL & GUSSMAN PERMIAN LLC 15 E 5<sup>™</sup> STREET SUITE 3200 TULSA, OK 74103 Service Type Certified Mail® ☐ Priority Mail Express™ □ Registered ☐ Return Receipt for Merchandise ☐ Insured Mail ☐ Collect on Delivery 4. Restricted Delivery? (Extra Fee) ☐ Yes 2. Article Number 7013 2250 0000 5201 1962 (Transfer from s PS Form 3811, July 2013

Domestic Return Receipt

# PETROLEUM CORPORATION



YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 1979 7013 2250 0000 5201 1979

# ADDRESS SERVICE REQUESTED

See Reverse for Instructions	PS Form 3800, August 2006
)2	City, State, ZIP++ ROSWELL, NM 88202
RESIDUARY TRUST	Street, Apr. No.: BETTY L HANAGAN RESIDUARY TRUST
	Sent To
	Total Postage & Fees \$
	Restricted Delivery Fee (Endorsement Required)
Here	Return Receipt Fee (Endorsement Required)
	Certified Fee
<	Postage \$
59 Unin Ppol	laugusty anced 10:359 Un
at www.usps.come	For delivery information visit our website at www.usps.com $_{\scriptscriptstyle \oplus}$
CEIPT Coverage Provided)	CERTIFIED MAILTM RECEIPT (Domestic Mall Only; No Insurance Coverage Provided)
	U.S. Postal Service™

BETTY L HANAGAN RESIDUARY TRU: P O BOX 1737 ROSWELL, NM 88202

OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

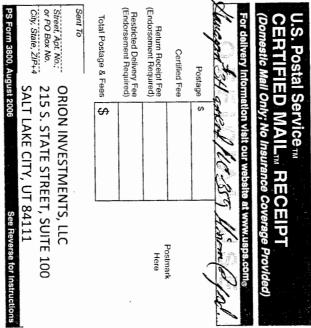
#### SENDER: COMPLETE THIS SECTION COMPLETE THIS SECTION ON DELIVERY ■ Complete items 1, 2, and 3. Also complete A. Signature item 4 if Restricted Delivery is desired. □ Agent X Print your name and address on the reverse ☐ Addressee so that we can return the card to you. B. Received by (Printed Name) C. Date of Delivery Attach this card to the back of the mailpiece, or on the front if space permits. 1. Article Addressed to: If YES, enter delivery address below: BETTY L HANAGAN RESIDUARY TRUST P O BOX 1737 ROSWELL, NM 88202 3. Service Type ☐ Certified Mail® ☐ Priority Mail Express™ ☐ Return Receipt for Merchandise ☐ Registered ☐ Insured Mail ☐ Collect on Delivery 4. Restricted Delivery? (Extra Fee) Yes 2. Article Number 7013 2250 0000 5201 1979 (Transfer from se PS Form 3811, July 2013 Domestic Return Receipt





YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210 7013 2250 0000 5201 1986 7013 2250 0000 5201 1986

# ADDRESS SERVICE REQUESTED



ORION INVESTMENTS, LLC 215 S. STATE STREET, SUITE 100 SALT LAKE CITY, UT 84111

							_
E.I.	HI GETTO	TA Q10	I 'SSEHO	OA NE	UTER	HIL.	ıo.
	TO THE FIR						

	DI VCE ZUCKEB VI 10B DE ENNED			
SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DEL	IVERY		
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>	A. Signature  X  B. Received by (Printed Name)	☐ Agent ☐ Addressee C. Date of Delivery		
1. Article Addressed to:  ORION INVESTMENTS, LLC 215 S. STATE STREET, SUITE 100 SALT LAKE CITY, UT 84111	D. Is delivery address different from item 1? ☐ Yes If YES, enter delivery address below: ☐ No			
5. 12. D. M.C. CITT, OT 84111	3. Service Type	ipt for Merchandise elivery		
2. Article Number (Transfer from s 7013 2250 0000	5201 1986	☐ Yes		
PS Form 3811, July 2013 Domestic Ret	turn Receipt			

E a tro file of the state of th





YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 1993 7013 2250 0000 5201 1993

#### ADDRESS SERVICE REQUESTED

Sireet, Apt. No.: or PO Box No. City, State, ZIP+4 PS Form 3800, Au	Sent To	Total Pos	Restricted (Endorsem	Returr (Endorsem		,	Clerrary	For dell	CER (Dome	2
STEPHEN T. MITCHELL NO. Zip+4 6212 HOMESTEAD BLVD. MIDLAND, TX 79707 800 August 2006 See Rev		Total Postage & Fees \$	Restricted Delivery Fee (Endorsement Required)	Return Receipt Fee (Endorsement Required)	Certified Fee	Postage \$	syn 3/1 amond 10:350	For delivery information visit our website at www.usps.com	TIFIE	2 2 2
STEPHEN T. MITCHELL or POED NO.  6212 HOMESTEAD BLVD.  MIDLAND, TX 79707  PS Form 3800, August 2006  See Reverse for Instructions				Postmark Here			-39 lineal feet.	vebsite at www.usps.com <sub>®</sub>	Service TM  D MAIL TM RECEIPT  Only; No Insurance Coverage Provided)	

STEPHEN T. MITCHELL 6212 HOMESTEAD BLVD. MIDLAND, TX 79707

#### OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

SENDER: COMPLETE THIS SECTION  Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.	A. Signature				
so that we can return the card to you	X				
Attach this card to the back of the mailpiece, or on the front if space permits.	B. Received by (Printed Name)  C. Date of Deliv				
Article Addressed to:	D. Is delivery address different from item 1? ☐ Yes If YES, enter delivery address below: ☐ No				
	· I				
STEPHEN T. MITCHELL 6212 HOMESTEAD BLVD. MIDLAND, TX 79707					
STEPHEN T. MITCHELL 6212 HOMESTEAD BLVD. MIDLAND, TX 79707	3. Service Type   ☐ Certified Mail® ☐ Priority Mail Express™ ☐ Registered ☐ Return Receipt for Merchandi: ☐ Insured Mail ☐ Collect on Delivery				
6212 HOMESTEAD BLVD.	☐ Registered ☐ Return Receipt for Manual				

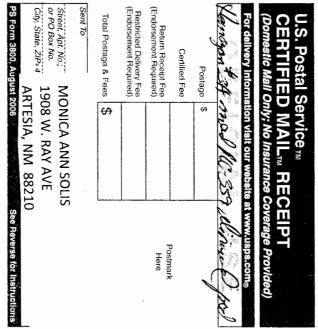




YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 2006 7013 2250 0000 5201 2006

#### ADDRESS SERVICE REQUESTED



MONICA ANN SOLIS 1908 W. RAY AVE ARTESIA, NM 88210

#### OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY			
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse</li> </ul>	A. Signature  X □ Agent □ Addressee			
so that we can return the card to you.  Attach this card to the back of the mailpiece, or on the front if space permits.	B. Received by (Printed Name)  C. Date of Delivery			
Article Addressed to:	D. Is delivery address different from item 1?			
MONICA ANN SOLIS				
1908 W. RAY AVE				
ARTESIA, NM 88210 L	3. Service Type  ☐ Certified Mail® ☐ Priority Mail Express™ ☐ Registered ☐ Return Receipt for Merchandise ☐ Insured Mail ☐ Collect on Delivery			
	4. Restricted Delivery? (Extra Fee) ☐ Yes			
2. Article Number (Transfer from se 7013 2250 0000	5201 2006			
PS Form 3811, July 2013 Domestic Ret	urn Receipt			

in nutification of the second of the second

## CERTIFIED MAIL,





YATES BUILDING - 105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 2013 7013 2250 0000 5201 2013

#### ADDRESS SERVICE REQUESTED

Postmark Here  1803	Ped) \$	Return Receipt Fee (Endorsement Recuired)  Restricted Delivery Fee (Endorsement Required)  Total Postage & Fees  Sent To  OXY Y-1  Sireet Apt. No.: or PO Box No. City, State, ZiP+4  PS Form 3800, August 2006
,	€9	Postage Certified Fee
at www.usps.come	For delivery Information visit our website at www.usps.come	For delivery inform
U.S. Postal Service™ CERTIFIED MAIL™ RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)	.S. Postal Service™ ERTIFIED MAIL™ RECEIPT omestic Mall Only; No Insurance Coverage	U.S. Postal Service TA CERTIFIED MAILT (Domestic Mail Only; No Inst

OXY Y-1 COMPANY P O BOX 841803 DALLAS, TX 75284-1803

#### OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> <li>Article Addressed to:</li> <li>OXY Y-1 COMPANY P O BOX 841803</li> </ul>	A. Signature  X
DALLAS, TX 75284-1803	3. Service Type  □ Certified Mail® □ Priority Mail Express™ □ Registered □ Return Receipt for Merchandise □ Insured Mail □ Collect on Delivery  4. Restricted Delivery? (Extra Fee) □ Yes
2. Article Number (Transfer from se 7013 2250 0000	2507 5073
PS Form 3811, July 2013 Domestic Retu	urn Receipt

### CERTIFIED MAIL.





YATES BUILDING - 105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 2020 7013 2250 0000 5201 2020

#### ADDRESS SERVICE REQUESTED

Sireet, Apt. No.: or PO Box No. PO BOX 1887  City, State, ZiPt SANTA FE, NM 87504  PS Form/S600, August 2006	Sent To	Total Postage & Fees \$	Restricted Delivery Fee (Endorsement Required)	Return Receipt Fee (Endorsement Required)	Certified Fee	Postage \$	Lucyan Ist and MC 550	For delivery information visit our website at www.usps.come	U.S. Postal Service™ CERTIFIED MAIL™ RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)
)/  See Reverse for Instructions				Postmark Here			Man @ Ind	at www.usps.come	CEIPT Poverage Provided)

NANCY HANAGAN PO BOX 1887 SANTA FE, NM 87504

OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

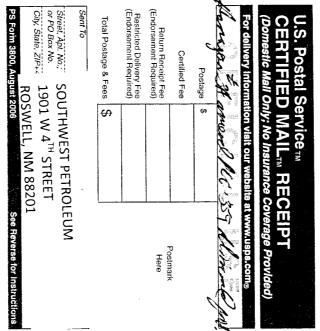
SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY				
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>	A. Signature  X				
1. Article Addressed to:  NANCY HANAGAN PO BOX 1887	D. Is delivery address different from item 1? ☐ Yes If YES, enter delivery address below: ☐ No				
SANTA FE, NM 87504	3. Service Type   Certified Mail® ☐ Priority Mail Express™ ☐ Registered ☐ Return Receipt for Merchandise ☐ Insured Mail ☐ Collect on Delivery  4. Restricted Delivery? (Extra Fee) ☐ Yes				
2. Article Number 7013 2250 0000	5201 2020				

# PETROLEUM CORPORATION

YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 2044 7013 2250 0000 5201 2044

#### ADDRESS SERVICE REQUESTED



SOUTHWEST PETROLEUM 1901 W 4<sup>TH</sup> STREET ROSWELL, NM 88201

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY				
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece,</li> </ul>	A. Signature  X ☐ Agent ☐ Addressee  B. Received by (Printed Name) C. Date of Delivery				
or on the front if space permits.  1. Article Addressed to:	D. Is delivery address different from item 1?				
SOUTHWEST PETROLEUM 1901 W 4 <sup>TH</sup> STREET					
ROSWELL, NM 88201	3. Service Type  ☐ Certified Mail® ☐ Priority Mail Express™ ☐ Registered ☐ Return Receipt for Merchandise ☐ Insured Mail ☐ Collect on Delivery				
	4. Restricted Delivery? (Extra Fee) ☐ Yes				
2. Article Number 7013 2250 0000	5201 2044				
PS Form 3811, July 2013 Domestic Retu	urn Receipt				





YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

7013 2250 0000 5201 2037 7013 2250 0000 5201 2037

#### ADDRESS SERVICE REQUESTED

See Reverse for Instructions		PS Form 3800, August 2006
PANY, INC 2833	RONADERO COMPANY, INC PO BOX 746 BIG HORN, WY 82833	or PO Box No. City, State, ZIP+4
		Sent To
	·	Total Postage & Fees \$
	)	Restricted Delivery Fee (Endorsement Required)
Postmark Here	Э Ф	Return Receipt Fee (Endorsement Required)
	Φ	Certified Fee
\ \	8	Postage
5 Kinanolal	Mudagen Est quest la 35 8.	Unisan 34
te at www.usps.com⊛	For delivery information visit our website at www.usps.come	For delivery infor
CERTIFIED MAILTM RECEIPT  [Domestic Mail Only; No insurance Coverage Provided)	D MAIL™ RECEIPT	CERTIFIED (Domestic Mail Or
	.S. Postal Service™	U.S. Postal

RONADERO COMPANY, INC PO BOX 746 BIG HORN, WY 82833

#### OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse</li> </ul>	A. Signature
so that we can return the card to you.  Attach this card to the back of the mailpiece, or on the front if space permits.	B. Received by (Printed Name)  C. Date of Delivery  D. Is delivery address different from item 1?
1. Article Addressed to:	If YES, enter delivery address below:
RONADERO COMPANY, INC	
PO BOX 746 BIG HORN, WY 82833	3. Service Type  ☐ Certified Mail® ☐ Priority Mail Express™ ☐ Registered ☐ Return Receipt for Merchandise ☐ Insured Mail ☐ Collect on Delivery
	4. Restricted Delivery? (Extra Fee) ☐ Yes
2. Article Number (Transfer from se 7013 2250 0000	5201 2037
PS Form 3811, July 2013 Domestic Re	eturn Receipt

The state of the s

Form 3160-5 (August 2007)

# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

	Expires, July 51, 2010	
5.	Lease Serial No. NMNM62211	

SUNDRY	NOTICES AND REPOR	TS ON WE	LĻS		NMNM62211			
Do not use thi abandoned wel	s form for proposals to di II. Use form 3160-3 (APD)	rill or to re- for such p	enter an roposals.		6. If Indian, Allottee o	or Tribe Name		
SUBMIT IN TRI	PLICATE - Other instruction	ons on rev	erse side.		7. If Unit or CA/Agree	ement, Name and/or No.		
Type of Well     ☐ Gas Well ☐ Oth	ar				8. Well Name and No. HANAGAN APL F	EDERAL COM 3H		
2. Name of Operator	Contact: M	IRIAM MOI	RALES		9. API Well No.			
YATES PETROLEUM CORPO					30-015-39511			
3a. Address 105 S FOURTH STREET ARTESIA, NM 88210		Ph: 575-74	(include area code 8-4200	e)	10. Field and Pool, or PARKWAY; BO	NE SPRING		
4. Location of Well (Footage, Sec., T.	., R., M., or Survey Description)				11. County or Parish,	and State		
Sec 31 T19S R30E NWSW 16	600FSL 330FWL	EDDY COUNTY, NM			/, NM			
12. CHECK APPE	ROPRIATE BOX(ES) TO I	NDICATE	NATURE OF	NOTICE, RI	EPORT, OR OTHE	R DATA		
TYPE OF SUBMISSION	TYPE OF SUBMISSION TYPE OF ACTION							
■ Notice of Intent	☐ Acidize	☐ Dee	pen	☐ Product	ion (Start/Resume)	☐ Water Shut-Off		
_	☐ Alter Casing	☐ Frac	ture Treat	☐ Reclam	ation	☐ Well Integrity		
☐ Subsequent Report	□ Casing Repair	☐ New	Construction	□ Recomp	olete	☑ Other Surface Commingling		
☐ Final Abandonment Notice	☐ Change Plans		and Abandon	□ Tempor	arily Abandon	Surface Comminging		
	☐ Convert to Injection	☐ Plug	Back	☐ Water I	Disposal			
13. Describe Proposed or Completed Ope If the proposal is to deepen directions Attach the Bond under which the wor following completion of the involved testing has been completed. Final Abdetermined that the site is ready for fix Yates Petroleum respectfully rapplication previously approve application.  Yates will like to commingle gas Hanagan #2H & 3H only.  The commingled oil will be me	locations and meas file with BLM/BI e completion or reception or reception of the BLM/BI education of the completion of the BLM/BI education of the BL	wired and true ve A. Required sul- completion in a inding reclamation #3H to PLC-3 3H oil only to duction for the	rtical depths of all pertin osequent reports shall be new interval, a Form 316 n, have been completed, a	ent markers and zones. filed within 30 days 0-4 shall be filed once				
Please see attached plats and Royalty values will not be affe	, ,							
14. I hereby certify that the foregoing is	true and correct. Electronic Submission #25 For YATES PETROL	0882 verifie EUM CORP	d by the BLM WO	ell Information to the Carlsba	n System ad			
Name (Printed/Typed) MIRIAM N	IORALES		Title PROD	UCTION AN	ALYST			
Signature (Electronic S	Submission)		Date 06/25/	2014				
	THIS SPACE FOR	RFEDERA	L OR STATE	OFFICE U	SE			
A			Total			Poto		
Approved By  Conditions of approval, if any, are attache certify that the applicant holds legal or equivalent would entitle the applicant to conductive the applicant to c	itable title to those rights in the si	ot warrant or ubject lease	Title Office			Date		
T. 1 . 1 . 1 . 1 . 1 . 1 . 1 . 1 . 1								

R A	DO	m	0	$\sim$	1
ľ	PS	D	Ö	Z.	L

#### Inquire/Update Production History

7/15/14 09:00:33

Type options, press Enter. 2=Edit 4=Delete 5=Display

0							Reg					
P	Pı	cod	1	Well		API	Dys	Oil-		Gas-		-Water-
T	Mo,	Year	Na	ame		Cpl	Prd	Produced	Sold	Produced	Sold	Prod
	5	2014	HANAGAN	APL	FED	C02	21			35	35	
	5	2014	HANAGAN	APL	FED	C01	21			839	839	
	4	2014	HANAGAN	APL	FED	C02	30			68	68	
_	4	2014	HANAGAN	APL	FED	C01	30			1644	1644	
	3	2014	HANAGAN	APL	FED	C02	31			59	59	
	3	2014	HANAGAN	APL	FED	C01	31			1423	1423	
	2	2014	HANAGAN	APL	FED	C02	27			127	127	
	2	2014	HANAGAN	APL	FED	C01	27			1141	1138	
	1	2014	HANAGAN	APL	FED	C02	31			172	172	
	1	2014	HANAGAN	APL	FED	C01	31			1546	1546	
_												

F3=Exit F6=Add F10=Totals F11=Expand/Compress F12=Previous F15=Print

MPSD821

#### Inquire/Update Production History

7/15/14 09:02:32

Type options, press Enter. 2=Edit 4=Delete 5=Display

0							Reg					
P	Pı	cod	Ţ	Well		API	Dys	Oil-		Gas		-Water-
T	Mo	Year	Na	ame		Cpl	Prd	Produced	Sold	Produced	Sold	Prod
	5	2014	HANAGAN	APL	FED	S01	30	1471	1407	3296	1673	14650
	4	2014	HANAGAN	APL	FED	S01	30	299	633	927	369	3214
	3	2014	HANAGAN	APL	FED	S01	20	1375	2106	3755	3150	3476
	2	2014	HANAGAN	APL	FED	S01	22	1795	1425	4075	1877	4343
	1	2014	HANAGAN	APL	FED	S01	29	2008	1604	2000	1485	3719
نا	12	2013	HANAGAN	$\mathtt{APL}$	FED	S01	31	1896	2297	3725	3709	3017

F3=Exit F6=Add F10=Totals F11=Expand/Compress F12=Previous F15=Print

Ň.Af	T	$\mathbf{c}$	$\Gamma$	0	$^{\circ}$	1
Μ	۲	Ö	IJ	O	4	1

## Inquire/Update Production History

7/15/14 09:03:07

Type options, press Enter. 2=Edit 4=Delete 5=Display

0				Reg					
P	Prod	Well	API	Dys	Oil-		Gas-		-Water-
T	Mo/Year	Name	Cpl	Prd	Produced	Sold	Produced	Sold	Prod
	5 2014	HANAGAN APL			8439	8468	11470	10681	20665
		HANAGAN APL			7570	6521	9537	9537	21130

F3=Exit F6=Add F10=Totals F11=Expand/Compress F12=Previous F15=Print

## State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

John H. Bemis Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey Division Director Oil Conservation Division



Administrative Order PLC-359 Administrative Application Reference No. pKVR1222058151

September 10, 2012

Yates Petroleum Corporation Attention: Ms. Miriam Morales

Pursuant to your application received on August 6, 2012, Yates Petroleum Corporation is hereby authorized to surface commingle <u>gas production</u> from the following pools located in Section 31, Township 19 South, Range 30 East, NMPM, Eddy County, New Mexico.

HG; Morrow Gas (78400) HG; Atoka (96461)

Parkway; Bone Spring Pool (49622)

and from the following diversely owned wells located on federal leases in said section, township and range in Eddy County, New Mexico:

Hanagan APL Federal Com Well No. 1 API No. 30-015-28635 1980 FNL & 1980 FEL, Unit G

Hanagan APL Federal Com. Well No. 2H

API No. 30-015-39511

SHL: 1600 FSL & 330 FWL, Unit L BHL: 1980 FSL & 330 FEL, Unit I

The commingled gas production shall be measured and sold at the central delivery point located in Section 30, and will be allocated back to the respective wells based on the subtraction method, with production from the Hanagan APL Federal Com. #1 determined by subtracting production metered at the Hanagan Federal APL Federal Com #2H from production measured at the DCP sales meter. Gas production from the wells is approved for off-lease measurement and sale.

The producer/operator shall notify the transporter of this commingling authority.



Administrative Order PLC-356 April 19, 2012 Page 2 of 2

The operator shall notify the Artesia district office of the Division upon commencement of commingling operations.

This approval is subject to like approval from the United States Bureau of Land Management before commencement of the commingling operations.

Sincerely,

Jami Bailey

**Division Director** 

JB/db

cc: Oil Conservation Division District Office - Artesia

United States Bureau of Land Management

MARTIN YATES, III 1912-1985 FRANK W. YATES 1936-1986 S.P. YATES 1914-2008



105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210-2118

TELEPHONE (575) 748-1471

JOHN A. YATES CHAIRMAN OF THE BOARD

JOHN A. YATES JR.

JAMES S. BROWN

JOHN D. PERINI

JORGE S. MENDOZA

#### Procedure to verify accuracy of turbine allocation meters:

- 1) After the initial install of the turbine allocation meter, production fluid from the well associated to said meter is flowed through the meter and into a sales tank.
- 2) The sales tank is then gauged and the calculated volume is compared to the metered volume.
- 3) If needed, corrections to the meter's calibration factor are made to ensure that metered volumes correspond to the measured volumes from the gauged tank.
- 4) This process is repeated periodically or as needed, determined from the lease operator's daily comparison of total allocation meter readings to gauged tank volumes.

Note: Turbine allocation meters are locked to prevent unwanted tampering of the meter calibration factor.