

DATE: 9/30/2014	SUSPENSE	ENGINEER: MAM	LOGGED IN: 9/30/2014	PLC	APP NO: PMA142733067
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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
- Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505



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
☐ DHC ☐ CTB ☒ PLC ☐ PC ☐ OLS ☐ OLM

- [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 5535 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.

Miriam Morales
 Print or Type Name

Signature

Production Analyst
 Title

9/29/14
 Date

mmorales@yatespetroleum.com
 e-mail Address

PLC 407
 - Yates Petroleum
 25575
 ~wells
 - Advoado BRO State
 30-025-40472
 - Guava BRO State
 30-025-40514
 - Mango BRO State
 30-025-40517
 - Tangerine BRO
 State
 30-025-40518
 Pool
 - Berry Bone
 Springs north
 - Featherstone
 Bone Springs
 24280

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

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.

APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)

OPERATOR NAME: Yates Petroleum Corporation

OPERATOR ADDRESS: 105 South Fourth St. Artesia, NM 88210

APPLICATION TYPE:

☐ Pool Commingling ☒ Lease Commingling ☐ Pool and Lease Commingling ☐ Off-Lease Storage and Measurement (Only if not Surface Commingled)

LEASE TYPE: ☐ Fee ☒ State ☐ Federal

Is this an Amendment to existing Order? ☒ Yes ☐ No If "Yes", please include the appropriate Order No. CTB-703

Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling
☒ Yes ☐ No

(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

(2) Are any wells producing at top allowables? ☐ Yes ☐ No

(3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No.

(4) Measurement type: ☐ Metering ☐ Other (Specify)

(5) Will commingling decrease the value of production? ☐ Yes ☐ No If "yes", describe why commingling should be approved

(B) LEASE COMMINGLING

Please attach sheets with the following information

(1) Pool Name and Code. Bone Spring 5535, 24250

(2) Is all production from same source of supply? ☒ Yes ☐ No

(3) Has all interest owners been notified by certified mail of the proposed commingling? ☒ Yes ☐ No

(4) Measurement type: ☒ Metering ☐ Other (Specify)

(C) POOL and LEASE COMMINGLING

Please attach sheets with the following information

(1) Complete Sections A and E.

(D) OFF-LEASE STORAGE and MEASUREMENT

Please attached sheets with the following information

(1) Is all production from same source of supply? ☐ Yes ☐ No

(2) Include proof of notice to all interest owners.

(E) ADDITIONAL INFORMATION (for all application types)

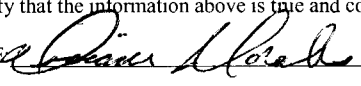
Please attach sheets with the following information

(1) A schematic diagram of facility, including legal location.

(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.

(3) Lease Names, Lease and Well Numbers, and API Numbers.

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

SIGNATURE 

TITLE: Production Analyst

DATE: 7/24/14

TYPE OR PRINT NAME Miriam Morales

TELEPHONE NO.: (575) 748-1471

E-MAIL ADDRESS: mmorales@yatespetroleum.com

Submit 1 Copy To Appropriate District
Office
District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised August 1, 2011

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

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NO. 30-025-40517
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Yates Petroleum Corporation		6. State Oil & Gas Lease No. VO-8090
3. Address of Operator 105 S. Fourth Street Artesia, NM 88210		7. Lease Name or Unit Agreement Name Mango BRM State
4. Well Location Unit Letter <u>C</u> : <u>100</u> feet from the <u>N</u> line and <u>2310</u> feet from the <u>W</u> line Section <u>27</u> Township <u>20S</u> Range <u>35E</u> NMPM Lea County		8. Well Number <u>1H</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3682' GR		9. OGRID Number <u>025575</u>
		10. Pool name or Wildcat Featherstone, Bone Spring

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: Amend CTB-703 ☒

OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Yates Petroleum respectfully requests administrative approval to amend CTB-703 by adding the Mango and Tangerine's gas production only to application.

Avocado BRO State #1H
Berry; Bone Spring, north
Sec. 32-T20S-R35E
API #30-025-40472
St. lease #VB-1646
Lea County, NM

Guava BRU State #1H
Berry; Bone Spring, north
Sec. 31-T20S-R35E
API #30-025-40514
St. lease #VO-8713
Lea County, NM

Mango BRM State #1H
Featherstone; Bone Spring
Sec. 27-T20S-R35E
API #30-025-40517
St. lease #VO-8090
Lea County, NM

Tangerine BRT State #1H (not yet drilled)
Featherstone; Bone Spring
Sec. 27-T20S-R35E
API #30-025-40518
St. lease VB-1220
Lea County, NM

The battery is located at the Avocado BRO #1H. Please see attached plats and site security diagram.
The ownership is diversified. All owners have been notified and copies of certified receipts and letters are attached.

Oil Measurement (Avocado & Guava only)

Each of the wells will be equipped with continuously metering separators for oil production prior to oil being commingled for sales at the Avocado #1H. Total sales/production will be allocated back to each individual well using the metered (daily well test) volumes. Metered volumes will be compared to total battery volumes daily and monthly for accuracy. Any vapor recovery shall be included in this application.

Estimated daily oil production for the Avocado #1 is 238 bbls and for the Guava is 247 bbls.

Gas Measurement

Total gas production and sales/transferred volumes will be based on the measurement at the CDP and allocated back to each well based on EFM readings.
The DCP's CDP will be located at the Avocado #1H.

Estimated daily gas production for the Avocado #1H is 122 MCF, for the Guava #1H is 279 MCF, for the Mango #1H is 200 MCF and for the Tangerine #1H is 200 MCF.

The purpose of the Surface Lease Commingle 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 the same battery, it will become necessary to build separate facilities for each well. This will greatly increase costs and shorten the economic life of all the wells.

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

SIGNATURE Miriam Morales TITLE Production Analyst DATE 9/24/14
Type or print name Miriam Morales E-mail address: mmorales@yatespetroleum.com PHONE: 575-748-4200

For State Use Only

APPROVED BY: _____ TITLE _____ DATE _____
Conditions of Approval (if any): _____

DISTRICT I
1625 N. French Dr., Hobbs, NM 88240
Phone (575) 393-6181 Fax: (575) 393-0720

DISTRICT II
1301 W. Grand Avenue, Artesia, NM 88210
Phone (575) 748-1203 Fax: (575) 748-9720

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410
Phone (505) 334-6178 Fax: (505) 334-6170

DISTRICT IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone (505) 476-3400 Fax: (505) 476-3462

HOBBS OGD

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised August 1, 2011

Submit one copy to appropriate
District Office

MAR 01 2012

CONSERVATION DIVISION

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

RECEIVED

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number 30-025-40472	Pool Code 5535	Pool Name Berry, Bone Wildcat Spring North
Property Code 39099	Property Name AVOCADO "BRO" STATE	Well Number 1H
OGRID No. 025575	Operator Name YATES PETROLEUM CORP.	Elevation 3696'

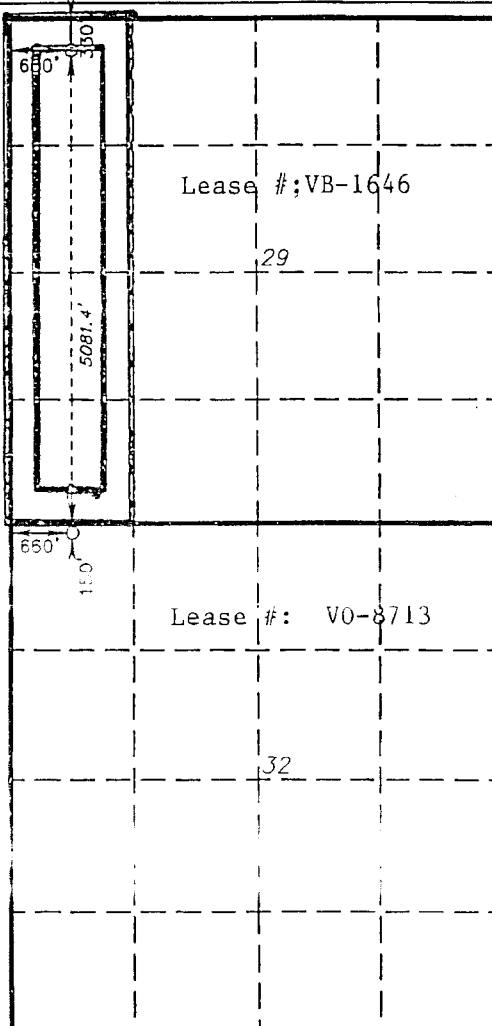
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	32	20 S	35 E		150	NORTH	660	WEST	LEA

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
D	29	20 S	35 E		330	NORTH	660	WEST	LEA
Dedicated Acres 160	Joint or Infill	Consolidation Code	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

<p><u>PROPOSED BOTTOM HOLE LOCATION</u> Lat - N 32°32'11.49" Long - W 103°29'09.29" NMSPC- N 559356.896 E 802490.444 (NAD-83)</p> <p>Project Area Producing Zone</p> <p>Penetration Point 330' FSL & 660' FWL</p> <p><u>SURFACE LOCATION</u> Lat - N 32°32'11.49" Long - W 103°29'09.29" NMSPC- N 559356.896 E 802490.444 (NAD-83)</p>		<p>OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location 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.</p> <p>Signature <u>Travis Hahn</u> Date _____</p> <p>Printed Name <u>Travis Hahn</u></p> <p>Email Address <u>thahn@yatespetroleum.com</u></p> <p>SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>Date Surveyed <u>October 3, 2011</u></p> <p>Signature <u>Gary L. Jones</u> Seal of Professional Surveyor</p> <p>Certificate No. <u>Gary L. Jones 7977</u></p> <p>BASIN SURVEYS <u>25398</u></p>
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DISTRICT I
1625 N. French Dr., Hobbs, NM 88240
DISTRICT II
1301 W. Grand Avenue, Artesia, NM 88210

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

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

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised July 18, 2010

Submit one copy to appropriate
District Office

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number 30-025#40514	Pool Code 5535	Pool Name Berry; Bone Springs, North
Property Code 39146	Property Name GUAVA BRU STATE	Well Number 1H
OGRID No. 025575	Operator Name YATES PETROLEUM CORP.	Elevation 3718'

Surface Location

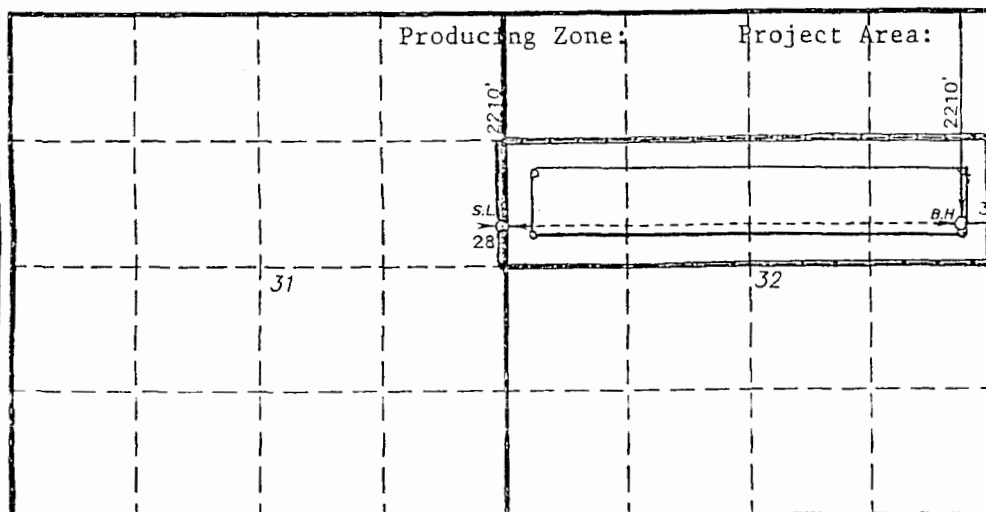
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
H	31	20 S	35 E		2210	NORTH	28	EAST	LEA

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
H	32	20 S	35 E		2210	NORTH	330	EAST	LEA
Dedicated Acres 160	Joint or Infill	Consolidation Code	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

Penetration Point:
2210' FNL & 472' FWL



SURFACE LOCATION
Lat - N 32°31'50.85"
Long - W 103°29'17.32"
N 5578583
W 5578583
(NAU-03)

PROPOSED BOTTOM HOLE LOCATION
Lat - N 32°31'50.85"
Long - W 103°29'17.32"
N 5578583
W 5578583
(NAU-03)

OPERATOR CERTIFICATION

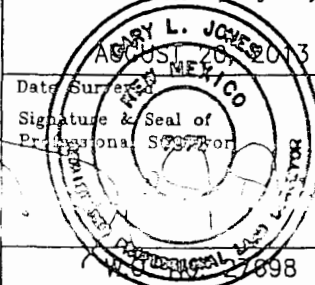
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this 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: Travis Hahn Date: 8/20/2013

Printed Name: Travis Hahn
Email Address: thahn@yatespetroleum.com

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.



Certificate No. Gary L. Jones 7977

Basin Surveys 27698

DISTRICT I
1626 N. French Dr., Hobbs, NM 88240

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

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

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

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised October 15, 2009

Submit one copy to appropriate
District Office

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number 30-025-40517	Pool Code 24250	Pool Name Featherstone; 2nd Bone Springs/Wildeat
Property Code 39154	Property Name MANGO BRM STATE	Well Number 1H
OGRIID No. 25575	Operator Name YATES PETROLEUM CORP.	Elevation 3682'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	27	20S	35E		100	NORTH	2310	WEST	LEA

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
N	27	20S	35E		330	SOUTH	2310	WEST	LEA

Dedicated Acres	Joint or Infill	Consolidation Code	Order No.
160			

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

<p>Penetration Point: 570' FNL & 2310' FWL</p>	<p>2310'</p>	<p>3682.5'</p>	<p>3680.3'</p>	<p>3680.5'</p>	<p>4856.6'</p>	<p>330'</p>	<p>B.H.</p>	<p><u>SURFACE LOCATION</u> Lat - N 32°33'03.77" Long - W 103°26'46.69" NMSPC- N 565378.035 E 814670.729 (NAD-83)</p>	<p>Producing Zone</p>	<p>Project Area</p>
								<p><u>BOTTOM HOLE LOCATION</u> Lat - N 32°32'16.09" Long - W 103°26'46.48" NMSPC- N 560521.464 E 814711.880 (NAD-83)</p>		

OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location 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.

Travis Hahn 4/9/12
Signature Date

Travis Hahn
Printed Name

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.

MARGARY L. JONES
Date Surveyed
Signature & Seal of Professional Surveyor
W.O. Jones
Certificate No. Gary L. Jones 7977
BASIN SURVEYS

APR 16 2012

DISTRICT I
1625 N. French Dr., Hobbs, NM 88240
Phone (575) 393-8181 Fax: (575) 393-0720

DISTRICT II
1301 W. Grand Avenue, Artesia, NM 88210
Phone (575) 748-1283 Fax: (575) 748-0720

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410
Phone (505) 354-6178 Fax: (505) 334-8170

DISTRICT IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone (505) 476-3480 Fax: (505) 476-3482

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised August 1, 2011

Submit one copy to appropriate
District Office

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number 30-025-40518	Pool Code 24250	Pool Name Featherstone/ 2nd Bone Springs/Wildcat
Property Code 39155	Property Name TANGERINE BRT STATE	Well Number 1H
OGRID No. 025575	Operator Name YATES PETROLEUM CORP.	Elevation 3667'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	27	20 S	35 E		100	NORTH	660	EAST	LEA

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
P	27	20 S	35 E		330	SOUTH	660	EAST	LEA

Dedicated Acres	Joint or Infill	Consolidation Code	Order No.
160			

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

	OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location 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: <u>Travis Hahn</u> Date: <u>4/9/12</u> Printed Name: <u>Travis Hahn</u> Email Address: <u>thahn@yatespetroleum.com</u>
	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 Surveyed: <u>OCTOBER 31, 2011</u> Signature & Seal of Professional Surveyor: <u>GARY L. JONES</u> Certificate No. <u>Gary L. Jones 7977</u> BASIN SURVEYS 25401

APR 16 2012



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

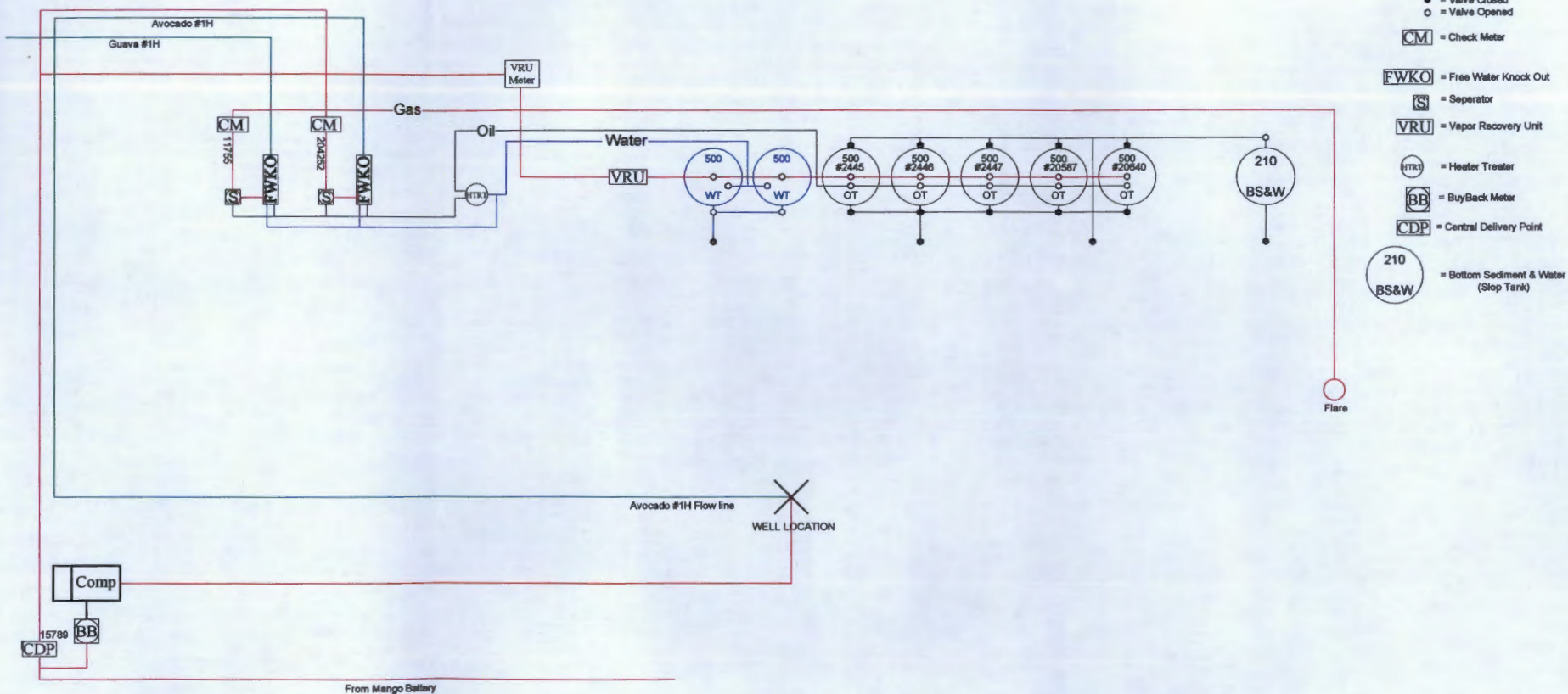
-Joe Palma
-September, 2014

Avocado / Guava Battery

150' FNL & 660' FWL * Sec 29 - T20S-R35E* Unit D

Lea County, NM

API - 3002540472



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) 748-1471

JOHN A. YATES
CHAIRMAN OF THE BOARD

JOHN A. YATES JR.
PRESIDENT

JOHN D. PERINI
EXECUTIVE V.P. OF MONETIZATION
CHIEF FINANCIAL OFFICER

JAMES S. BROWN
CHIEF OPERATING OFFICER

RE: Amend CTB-703
Mango BRM State #1H
Lea County, New Mexico

Dear Interest Owner,

Yates Petroleum is notifying you of an application to amend CTB-703 by adding the Mango & Tangerine's gas production only.

Avocado BRO State #1H
Berry; Bone Spring, north
Sec. 32-T20S-R35E
API #30-025-40472
St. lease #VB-1646
Lea County, NM

Guava BRU State #1H
Berry; Bone Spring, north
Sec. 31-T20S-R35E
API #30-025-40514
St. lease #VO-8713
Lea County, NM

Mango BRM State #1H
Featherstone; Bone Spring
Sec. 27-T20S-R35E
API #30-025-40517
St. lease #VO-8090
Lea County, NM

Tangerine BRT State #1H (not yet drilled)
Featherstone; Bone Spring
Sec. 27-T20S-R35E
API #30-025-40518
St. lease VB-1220
Lea County, NM

The ownership is diversified.
The battery is located at the Avocado BRO State #1H.

Oil Measurement

Each of the wells will be equipped with continuously metering separators for oil production prior to oil being commingled for sales at the Avocado #1H. 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 shall be included in this application.

Estimated daily oil production for the Avocado is 238 bbls, for the Guava is 247 bbls, for the Mango and for the Tangerine

Gas Measurement

Total gas production and sales/transferred volumes will be based on the measurement at the CDP and allocated back to each well based on EFM readings.

The DCP's CDP is located at the Avocado #1H

Estimated daily gas production for the Avocado #1H is 122 MCF, for the Guava #1H is 279 MCF, for the Mango is

The purpose of the Surface/Lease Commingle 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 the same battery, it will become necessary to build separate facilities for each well.

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

Sincerely,

Miriam Morales

I hereby approve this application

Company: Yates Petroleum Corporation

KATHY H. PORTER
SECRETARY

DENNIS G. KINSEY
TREASURER

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.
PRESIDENT

JOHN D. PERINI
EXECUTIVE V.P. OF MONETIZATION
CHIEF FINANCIAL OFFICER

JAMES S. BROWN
CHIEF OPERATING OFFICER

RE: Amend CTB-703
Mango BRM State #1H
Lea County, New Mexico

Dear Interest Owner,

Yates Petroleum is notifying you of an application to amend CTB-703 by adding the Mango & Tangerine's gas production only.

Avocado BRO State #1H
Berry; Bone Spring, north
Sec. 32-T20S-R35E
API #30-025-40472
St. lease #VB-1646
Lea County, NM

Guava BRU State #1H
Berry; Bone Spring, north
Sec. 31-T20S-R35E
API #30-025-40514
St. lease #VO-8713
Lea County, NM

Mango BRM State #1H
Featherstone; Bone Spring
Sec. 27-T20S-R35E
API #30-025-40517
St. lease #VO-8090
Lea County, NM

Tangerine BRT State #1H (not yet drilled)
Featherstone; Bone Spring
Sec. 27-T20S-R35E
API #30-025-40518
St. lease VB-1220
Lea County, NM

The ownership is diversified.
The battery is located at the Avocado BRO State #1H.

Oil Measurement

Each of the wells will be equipped with continuously metering separators for oil production prior to oil being commingled for sales at the Avocado #1H. 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 shall be included in this application.

Estimated daily oil production for the Avocado is 238 bbls, for the Guava is 247 bbls, for the Mango and for the Tangerine

Gas Measurement

Total gas production and sales/transferred volumes will be based on the measurement at the CDP and allocated back to each well based on EFM readings.

The DCP's CDP is located at the Avocado #1H

Estimated daily gas production for the Avocado #1H is 122 MCF, for the Guava #1H is 279 MCF, for the Mango is

The purpose of the Surface/Lease Commingling 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 the same battery, it will become necessary to build separate facilities for each well.

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

Sincerely,

Miriam Morales

I hereby approve this application

Company: John A. Yates

KATHY H. PORTER
SECRETARY

DENNIS G. KINSEY
TREASURER

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.
PRESIDENT

JOHN D. PERINI
EXECUTIVE V.P. OF MONETIZATION
CHIEF FINANCIAL OFFICER

JAMES S. BROWN
CHIEF OPERATING OFFICER

RE: Amend CTB-703
Mango BRM State #1H
Lea County, New Mexico

Dear Interest Owner,

Yates Petroleum is notifying you of an application to amend CTB-703 by adding the Mango & Tangerine's gas production only.

Avocado BRO State #1H
Berry; Bone Spring, north
Sec. 32-T20S-R35E
API #30-025-40472
St. lease #VB-1646
Lea County, NM

Guava BRU State #1H
Berry; Bone Spring, north
Sec. 31-T20S-R35E
API #30-025-40514
St. lease #VO-8713
Lea County, NM

Mango BRM State #1H
Featherstone; Bone Spring
Sec. 27-T20S-R35E
API #30-025-40517
St. lease #VO-8090
Lea County, NM

Tangerine BRT State #1H (not yet drilled)
Featherstone; Bone Spring
Sec. 27-T20S-R35E
API #30-025-40518
St. lease VB-1220
Lea County, NM

The ownership is diversified.
The battery is located at the Avocado BRO State #1H.

Oil Measurement

Each of the wells will be equipped with continuously metering separators for oil production prior to oil being commingled for sales at the Avocado #1H. 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 shall be included in this application.

Estimated daily oil production for the Avocado is 238 bbls, for the Guava is 247 bbls, for the Mango and for the Tangerine

Gas Measurement

Total gas production and sales/transferred volumes will be based on the measurement at the CDP and allocated back to each well based on EFM readings.

The DCP's CDP is located at the Avocado #1H

Estimated daily gas production for the Avocado #1H is 122 MCF, for the Guava #1H is 279 MCF, for the Mango is

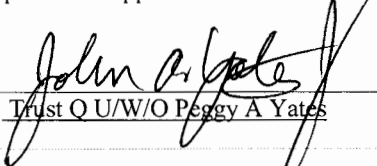
The purpose of the Surface/Lease Commingle is in the interest of conservation, the reduction of environmental impact area, and overall emissions. It will not result in reduced royalty or improper measurement of production. Without approval for utilizing the same battery, it will become necessary to build separate facilities for each well.

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

Sincerely,

Miriam Morales

I hereby approve this application


Company: Trust Q U/W/O Peggy A Yates

KATHY H. PORTER
SECRETARY

DENNIS G. KINSEY
TREASURER

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.
PRESIDENT

JOHN D. PERINI
EXECUTIVE V.P. OF MONETIZATION
CHIEF FINANCIAL OFFICER

JAMES S. BROWN
CHIEF OPERATING OFFICER

RE: Amend CTB-703
Mango BRM State #1H
Lea County, New Mexico

Dear Interest Owner,

Yates Petroleum is notifying you of an application to amend CTB-703 by adding the Mango & Tangerine's gas production only.

Avocado BRO State #1H
Berry; Bone Spring, north
Sec. 32-T20S-R35E
API #30-025-40472
St. lease #VB-1646
Lea County, NM

Guava BRU State #1H
Berry; Bone Spring, north
Sec. 31-T20S-R35E
API #30-025-40514
St. lease #VO-8713
Lea County, NM

Mango BRM State #1H
Featherstone; Bone Spring
Sec. 27-T20S-R35E
API #30-025-40517
St. lease #VO-8090
Lea County, NM

Tangerine BRT State #1H (not yet drilled)
Featherstone; Bone Spring
Sec. 27-T20S-R35E
API #30-025-40518
St. lease VB-1220
Lea County, NM

The ownership is diversified.
The battery is located at the Avocado BRO State #1H.

Oil Measurement

Each of the wells will be equipped with continuously metering separators for oil production prior to oil being commingled for sales at the Avocado #1H. 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 shall be included in this application.

Estimated daily oil production for the Avocado is 238 bbls, for the Guava is 247 bbls, for the Mango and for the Tangerine

Gas Measurement

Total gas production and sales/transferred volumes will be based on the measurement at the CDP and allocated back to each well based on EFM readings.

The DCP's CDP is located at the Avocado #1H

Estimated daily gas production for the Avocado #1H is 122 MCF, for the Guava #1H is 279 MCF, for the Mango is

The purpose of the Surface/Lease Commingle 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 the same battery, it will become necessary to build separate facilities for each well.

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

Sincerely,

Miriam Morales

I hereby approve this application


Company: Myco Industries Inc

KATHY H. PORTER
SECRETARY

DENNIS G. KINSEY
TREASURER

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.
PRESIDENT

JOHN D. PERINI
EXECUTIVE V.P. OF MONETIZATION
CHIEF FINANCIAL OFFICER

JAMES S. BROWN
CHIEF OPERATING OFFICER

RE: Amend CTB-703
Mango BRM State #1H
Lea County, New Mexico

Dear Interest Owner,

Yates Petroleum is notifying you of an application to amend CTB-703 by adding the Mango & Tangerine's gas production only.

Avocado BRO State #1H
Berry; Bone Spring, north
Sec. 32-T20S-R35E
API #30-025-40472
St. lease #VB-1646
Lea County, NM

Guava BRU State #1H
Berry; Bone Spring, north
Sec. 31-T20S-R35E
API #30-025-40514
St. lease #VO-8713
Lea County, NM

Mango BRM State #1H
Featherstone; Bone Spring
Sec. 27-T20S-R35E
API #30-025-40517
St. lease #VO-8090
Lea County, NM

Tangerine BRT State #1H (not yet drilled)
Featherstone; Bone Spring
Sec. 27-T20S-R35E
API #30-025-40518
St. lease VB-1220
Lea County, NM

The ownership is diversified.
The battery is located at the Avocado BRO State #1H.

Oil Measurement

Each of the wells will be equipped with continuously metering separators for oil production prior to oil being commingled for sales at the Avocado #1H. 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 shall be included in this application.

Estimated daily oil production for the Avocado is 238 bbls, for the Guava is 247 bbls, for the Mango and for the Tangerine

Gas Measurement

Total gas production and sales/transferred volumes will be based on the measurement at the CDP and allocated back to each well based on EFM readings.

The DCP's CDP is located at the Avocado #1H

Estimated daily gas production for the Avocado #1H is 122 MCF, for the Guava #1H is 279 MCF, for the Mango is


The purpose of the Surface/Lease Commingle 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 the same battery, it will become necessary to build separate facilities for each well.

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

Sincerely,

Miriam Morales

I hereby approve this application


Company: Abo Petroleum Corporation

KATHY H. PORTER
SECRETARY

DENNIS G. KINSEY
TREASURER

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.
PRESIDENT

JOHN D. PERINI
EXECUTIVE V.P. OF MONETIZATION
CHIEF FINANCIAL OFFICER

JAMES S. BROWN
CHIEF OPERATING OFFICER

RE: Amend CTB-703
Mango BRM State #1H
Lea County, New Mexico

Dear Interest Owner,

Yates Petroleum is notifying you of an application to amend CTB-703 by adding the Mango & Tangerine's gas production only.

Avocado BRO State #1H
Berry; Bone Spring, north
Sec. 32-T20S-R35E
API #30-025-40472
St. lease #VB-1646
Lea County, NM

Guava BRU State #1H
Berry; Bone Spring, north
Sec. 31-T20S-R35E
API #30-025-40514
St. lease #VO-8713
Lea County, NM

Mango BRM State #1H
Featherstone; Bone Spring
Sec. 27-T20S-R35E
API #30-025-40517
St. lease #VO-8090
Lea County, NM

Tangerine BRT State #1H (not yet drilled)
Featherstone; Bone Spring
Sec. 27-T20S-R35E
API #30-025-40518
St. lease VB-I220
Lea County, NM

The ownership is diversified.
The battery is located at the Avocado BRO State #1H.

Oil Measurement

Each of the wells will be equipped with continuously metering separators for oil production prior to oil being commingled for sales at the Avocado #1H. 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 shall be included in this application.

Estimated daily oil production for the Avocado is 238 bbls, for the Guava is 247 bbls, for the Mango and for the Tangerine

Gas Measurement

Total gas production and sales/transferred volumes will be based on the measurement at the CDP and allocated back to each well based on EFM readings.

The DCP's CDP is located at the Avocado #1H

Estimated daily gas production for the Avocado #1H is 122 MCF, for the Guava #1H is 279 MCF, for the Mango is

The purpose of the Surface/Lease Commingle 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 the same battery, it will become necessary to build separate facilities for each well.

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

Sincerely,

Miriam Morales

I hereby approve this application

Company: Sharbro Energy, LLC

KATHY H. PORTER
SECRETARY

DENNIS G. KINSEY
TREASURER

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.
PRESIDENT
JOHN D. PERINI
EXECUTIVE V.P. OF MONETIZATION
CHIEF FINANCIAL OFFICER
JAMES S. BROWN
CHIEF OPERATING OFFICER

September 24, 2014

RE: Amend CTB-703
Mango BRM State #1H
Lea County, New Mexico

Dear Interest Owner,

Yates Petroleum is requesting approval from the Oil Conservation Division and the State Land Office to amend CTB-703 by adding the Mango and the Tangerine's gas production. Yates will like to commingle the oil for the Avocado & Guava and the gas production for the following wells:

Avocado BRO State #1H
Berry; Bone Spring, north
Sec. 32-T20S-R35E
API #30-025-40472
St. lease #VB-1646
Lea County, NM

Guava BRU State #1H
Berry; Bone Spring, north
Sec. 31-T20S-R35E
API #30-025-40514
St. lease #VO-8713
Lea County, NM

Mango BRM State #1H
Featherstone; Bone Spring
Sec. 27-T20S-R35E
API #30-025-40517
St. lease #VO-8090
Lea County, NM

Tangerine BRT State #1H (not yet drilled)
Featherstone; Bone Spring
Sec. 27-T20S-R35E
API #30-025-40518
St. lease VB-1220
Lea County, NM

The ownership is diversified.
The battery is located at the Avocado BRO State #1H.

Oil Measurement (Avocado & Guava only)

Each of the wells will be equipped with continuously metering separators for oil production prior to oil being commingled for sales at the Avocado #1H. 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 shall be included in this application.

Estimated daily oil production for the Avocado is 238 bbls and for the Guava is 247 bbls.

Gas Measurement

Total gas production and sales will be based on the measurement at the CDP and allocated back to each well based on EFM readings. The DCP's CDP is located at the Avocado #1H.

Estimated daily gas production for the Avocado #1H is 122 MCF, for the Guava #1H is 279 MCF, for the Mango and Tangerine 200 MCF each.

The purpose of the Surface/Lease Commingle 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 the same battery, it will become necessary to build separate facilities for each well. This will greatly increase costs and shorten the economic life of all the wells.

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 have any questions, please contact me at (575)748-4200 (direct line)

Sincerely,

Miriam Morales
Production Analyst

CERTIFIED MAIL™



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



7014 0510 0001 0743 4863

7014 0510 0001 0743 4863

ADDRESS SERVICE REQUESTED

U.S. Postal Service™	
CERTIFIED MAIL™ RECEIPT	
<i>(Domestic Mail Only; No Insurance Coverage Provided)</i>	
For delivery information visit our website at www.usps.com	
OFFICIAL USE	
Postage \$	Postmark Here
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees \$	
Sent to: <i>Yates Industries</i>	
Street, Apt. No., or PO Box No. <i>P O Box 1091</i>	
City, State, ZIP+4 <i>Artesia NM 88211-1091</i>	
PS Form 3800, August 2006 See Reverse for Instructions	

YATES INDUSTRIES
PO BOX 1091
ARTESIA, NM 88211-1091

PLACE STICKER AT TOP OF ENVELOPE TO THE RIGHT
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.
- Print your name and address on the reverse 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:

YATES INDUSTRIES
P O BOX 1091
ARTESIA, NM 88211-1091

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

☐ Agent

☐ Addressee

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

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)

7014 0510 0001 0743 4863

PS Form 3811, July 2013

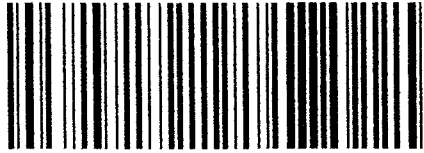
Domestic Return Receipt



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

ADDRESS SERVICE REQUESTED

CERTIFIED MAIL™



7014 0510 0001 0743 4856

7014 0510 0001 0743 4856

Sent To
Street, Apt. No.,
or P.O. Box No.
City, State, ZIP+4
PS Form 3800, August 2005
See Reverse for Instructions

Postage
Certified Fee
Return Receipt Fee
(Endorsement Required)
Restricted Delivery Fee
(Endorsement Required)
Total Postage & Fees

Postmark
Here

For delivery information visit our website at www.usps.com

U.S. Postal Service™
CERTIFIED MAIL™ RECEIPT
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OXY Y-1 COMPANY
P O BOX 841803
DALLAS TX 75284-1803

PLACE STICKER AT TOP OF ENVELOPE TO THE RIGHT
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.
- Print your name and address on the reverse 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:

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

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

☐ Agent
☐ Addressee

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

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 s

7014 0510 0001 0743 4856

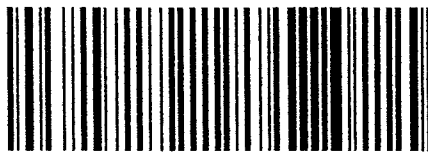
PS Form 3811, July 2013

Domestic Return Receipt

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

ADDRESS SERVICE REQUESTED



7014 0510 0001 0743 4887

7014 0510 0001 0743 4887

U.S. Postal Service™ CERTIFIED MAIL™ RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)	
For delivery information visit our website at www.usps.com	
Postage	\$
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$
Postmark Here	
Sent to: D.M.S.L.O.	
Street, Apt. No., or P.O. Box No. P.O. Box 1148	
City, State, ZIP+4 Santa Fe NM 87504	
PS Form 3800, August 2006 See Reverse for Instructions	

New Mexico State Land
Commissioner of Public Lands
310 Old Santa Fe Trail
P.O. Box 1148
Santa Fe, New Mexico 87504-1148

PLACE STICKER AT TOP OF ENVELOPE TO THE RIGHT
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.
- Print your name and address on the reverse 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:

New Mexico State Land Office
Commissioner of Public Lands
310 Old Santa Fe Trail
P.O. Box 1148
Santa Fe, New Mexico 87504-1148

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

☐ Agent

☐ Addressee

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

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 s)

7014 0510 0001 0743 4887

PS Form 3811, July 2013

Domestic Return Receipt

Property 012401 001 AVOCADO BRO STATE #1H
 Production Date Range 02 2014 to 07 2014

Type options, press Enter.

2=Edit 4=Delete 5=Display

O	P	Prod	Well	API	Reg	Dys	-----Oil-----		-----Gas-----		-Water-
T	Mo/Year	Name	Cpl	Prd	Produced	Sold	Produced	Sold	Produced	Sold	Prod
└	7	2014	AVOCADO BRO STA	S01	31	7054	7078	4706	4706	5486	
└	6	2014	AVOCADO BRO STA	S01	29	6827	6896	3987	3183	4867	
└	5	2014	AVOCADO BRO STA	S01	30	7573	7464	2298	2298	4757	
└	4	2014	AVOCADO BRO STA	S01	30	11671	11666	5202	5202	7990	
└	3	2014	AVOCADO BRO STA	S01	30	11133	11600	5087	5087	8017	
└	2	2014	AVOCADO BRO STA	S01	28	11873	12419	7809	7809	9208	

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

Property 027270 001 GUAVA BRU STATE #1H
 Production Date Range 02 2014 to 07 2014

Type options, press Enter.

2=Edit 4=Delete 5=Display

O	P	Prod	Well	API	Dys	Reg	-----Oil-----		-----Gas-----		-Water-
T	Mo/Year		Name	Cpl	Prd		Produced	Sold	Produced	Sold	Prod
]	7	2014	GUAVA BRU STATE	S01	28		6335	6417	6456	6456	8134
]	6	2014	GUAVA BRU STATE	S01	28		6843	6968	8772	7707	9802
]	5	2014	GUAVA BRU STATE	S01	31		8309	8138	9078	9078	11978
]	4	2014	GUAVA BRU STATE	S01	30		11482	11657	14368	14368	14156
]	3	2014	GUAVA BRU STATE	S01	31		15109	15050	11989	11989	16314
]	2	2014	GUAVA BRU STATE	S01	20		9149	8367	6082	6082	13166

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

McMillan, Michael, EMNRD

From: Miriam Morales <MMorales@yatespetroleum.com>
Sent: Monday, October 20, 2014 9:22 AM
To: McMillan, Michael, EMNRD
Subject: RE: CTB 703-A application

Yes, Sir. Very similar.

From: McMillan, Michael, EMNRD [<mailto:Michael.McMillan@state.nm.us>]
Sent: Monday, October 20, 2014 9:17 AM
To: Miriam Morales
Subject: RE: CTB 703-A application

Ms. Morales:

Do you expect the gravity and the BTU of the two different pools to be similar. This is a requirement for a PLC application.

Thank You

Michael McMillan

From: Miriam Morales [<mailto:MMorales@yatespetroleum.com>]
Sent: Tuesday, September 30, 2014 11:16 AM
To: McMillan, Michael, EMNRD
Subject: RE: CTB 703-A application

Yes, the oil & gas will be metered at this battery for the Avocado & Guava. The Mango and Tangerine gas will be metered also at this location.

Did you get the application for the Mango & Tangerine oil only?

The Mango & Tangerine are not completed yet.

From: McMillan, Michael, EMNRD [<mailto:Michael.McMillan@state.nm.us>]
Sent: Tuesday, September 30, 2014 9:24 AM
To: Miriam Morales
Subject: CTB 703-A application

Ms. Morales:

I received your application yesterday. I have a couple of questions

Can you provide the last 6 months oil and gas production for the Avocado State, guava State, Mango State, and Tangerine State wells. Use the same format that you have provided in the past.

Next, I want to be clear on this application, you will still meter oil and gas for the Avocado, and Guava wells. The Mango and Tangerine is for gas only?

Thank You

Mike

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McMillan, Michael, EMNRD

From: Kautz, Paul, EMNRD
Sent: Tuesday, October 21, 2014 8:04 AM
To: McMillan, Michael, EMNRD
Subject: RE: Pool designation Mango BRM State and Tangerine BRT State

That is correct they are both in the Featherstone; Bone Spring Pool

Paul

From: McMillan, Michael, EMNRD
Sent: Monday, October 20, 2014 8:36 AM
To: Kautz, Paul, EMNRD
Subject: Pool designation Mango BRM State and Tangerine BRT State

Paul:

I want to make sure that the Mango BRM State and Tangerine BRT State are in the Featherstone; Bone Spring Pool
Mango BRM State 1H; Sec. 27 T20S 35E API 30-025-40517
Tangerine BRT State 1H; Sec. 27 T20S 35E API 30-025-40518
Thank You
Mike