		W Somes	10/2408	PLC	PKVR083	19839652
.			OVE THIS LINE FOR DIVISION USE O	NLY		······································
	NEW	MENICO OIL CO		DIVISION		
	1.	- Enginee 220 South St. Francis	ering Bureau - Drive, Santa Fe, NI	4 87505		PLC-3
	ADN	MINISTRATIV	E APPLICA	TION CHE	CKLIST	
THIS	I CHECKLIST IS MANDAT(DRY FOR ALL ADMINISTRA WHICH REQUIRE PRO	ATIVE APPLICATIONS FO	OR EXCEPTIONS TO ION LEVEL IN SANTA	DIVISION RULES ANI A FE	D REGULATIONS
-	[DHC-Downhole [PC-Pool Co [W FX	Location] [NSF-Nor Commingling] [C] mmingling] [OLS - -Waterflood Expansi [SWD-Salt Water Dis Enhanced Oil Recov	[B-Lease Comming Off-Lease Storage on] [PMX-Pressu posal] [IPI-Inject	ling] [PLC-Poo] [OLM-Off-Le re Maintenance ion Pressure Inc	ol/Lease Commir ase Measureme : Expansion] crease]	ngling] nt]
1]		CATION - Check Th cation - Spacing Unit NSL 🗌 NSP				
		Only for [B] or [C] mmingling - Storage DHC CTB	- Measurement PLC PC	ols [OLM	
	[C] Inj	ection - Disposal - Pr] WFX 📃 PMX		hanced Oil Recc PI 🔲 EOR	Dvery PPR	
	. [D] Ot	her: Specify				
[2]		REQUIRED TO: - Working, Royalty				•
	[B]] Offset Operators, I	Leaseholders or Surf	face Owner		
	[C]] Application is One	e Which Requires Pi	ublished Legal N	lotice:	•
	[D] [Notification and/o	r Concurrent Appro ement - Commissioner of Publ	val by BLM o	NLC)	• .
	[E] [/	e, Proof of Notifica	· .		nđ/or,
	[F]	Waivers are Attac	hed :		*	
[3]		RATE AND COMP ION INDICATED A		TION REQUIR	ED TO PROCE	SS THE TYPE
	oval is accurate and	DN: I hereby certify t complete to the best ired information and r	of my knowledge. I	also understand	that no action w	

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

MAYTE REVES	Signature	Reigo Production	CIFILE 10-13-03
	· · ·	e-mail Address	nm. com

District I 1625 N. French Drive, Hobbs, NM 88240 District II 1301 W. Grand Ave, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztee, 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: YAT	ES PETRO	NEUM CO	IL PORAT	10~	
OPERATOR ADDRESS: 105		IN STREFT F			10
APPLICATION TYPE:					
Pool Commingling Lease Comminglin	g 🙀 ool and Lease Co	mmingling Off-Lease	Storage and Measur	ement (Only if not Surface	e Commingled)
	State 🔲 Fede				
Is this an Amendment to existing Order Have the Bureau of Land Management Yes □No	? Yes XNo If (BLM) and State Land	"Yes", please include t l office (SLO) been not	he appropriate C ified in writing o	order No. of the proposed comm	ingling
		L COMMINGLIN s with the following in			
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes
FOUR LAKES/AUTIN SOUTH	546/1.163	56.0 11.1820			
FOUR LAKES/AUTTIN SOUTH RANGERLANE DEVONIANTEST	57.4/1.200	56.0/1.1820			
	01.17				
	· · · · · · · · · · · · · · · · · · ·				
 (2) Are any wells producing at top allowal (3) Has all interest owners been notified by (4) Measurement type: Metering [(5) Will commingling decrease the value of the value of	y certified mail of the pro		Pres INo.	ng should be approved	
	(R) IFA	SE COMMINGLIN	C		
	• •	s with the following in			
 Pool Name and Code. Is all production from same source of s Has all interest owners been notified by Measurement type: Metering 	supply? □Yes . 🔽 certified mail of the prop	0	VYes DN	0	
	· /	LEASE COMMIN s with the following ir			
(1) Complete Sections A and E.					

(D) OFF-LEASE STORAGE and MEASUREMENT Please attached sheets with the following information

Is all production from same source of supply? Yes No
 Include proof of notice to all interest owners.

(E) ADDITIONAL INFORMATION (for all application types) Please attach sheets with the following information

TITLE: PRODUCTION CLIENK DATE: 19-13-08

(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.

1ez QQ SIGNATURE:

Submit 3 Copies To Appropriate District Office	State of New M	oviao		Form C-103
District I	Energy, Minerals and Nat			Revised March 25, 1999
1625 N. French Dr., Hobbs, NM 88240 District II	Energy, white als and Nati		WELL API NO.	
1301 W. Grand Ave., Artesia, NM 88210 District III	OIL CONSERVATION	N DIVISION	30-025-36816	
1000 Rio Brazos Rd., Aztec, NM 87410	1220 South St. Fra	ncis Dr.	5. Indicate Type o STATE	
<u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505	Santa Fe, NM 8			Jas Lease No.
			VO-5874	<i>Jus Deuse</i> 1(0.
	ICES AND REPORTS ON WELLS		7. Lease Name or	Unit Agreement Name:
(DO NOT USE THIS FORM FOR PROPOSALS TO D USE "APPLICATION FOR PERMIT" (FORM C-101)		DIFFERENT RESERVOIR.		
1. Type of Well:			Orbison State Unit	t
Oil Well 🔲 Gas Well 🛛 Other				
2. Name of Operator			8. Well No.	
Yates Petroleum Corporation 3. Address of Operator			9. Pool name or W	Vildcat
105 South Fourth Street, Artesia, NM 882	10		Four Lakes: Austin	
4. Well Location				
Unit Letter H : 1750'f	eet from the _North line and _915'	feet from the East	line	
Section 14	Township 12S Range		PM Lea Count	ty
	10. Elevation (Show whether DR, 1	KKB, KI, GK, etc.)		
11. Che	eck Appropriate Box to Indicate	Nature of Notice. Re	port or Other Data	
NOTICE OF INT			JBSEQUENT RE	
PERFORM REMEDIAL WORK	PLUG AND ABANDON	REMEDIAL WORK		ALTERING CASING
	CHANGE PLANS		ING OPNS.	PLUG AND
			-	ABANDONMENT
PULL OR ALTER CASING		CASING TEST AND CEMENT JOB		
OTHER: Surface Pool/Lease Commingle		OTHER:		
 Describe proposed or completed operations. (Clear Completions: Attach wellbore diagram of propose 		ates, including estimated date of	starting any proposed work	:). SEE RULE [103. For Multiple
Yates Petroleum Corporation respectfully re	quests approval for Surface Pool/Leas	e Commingle the follow	ing wells:	
STATE	STATE			
Orbison State Unit #1	Orbison State Unit #2 (r	not yet completed)		
Section 14-T12S-R34E	Section 14-T12S-R34E			
Formation: Four Lakes: Austin, South		e Devonian West		
API# 30-025-36816 Lea County, New Mexico	API# 30-025-38888 Lea County, New Mexi	<u>co</u>		
State Lease: VO-5874	State Lease: V-5875			
into 9-164	Init #1. Please see attached plat, and s	33480		
The battery is located at the Orbison State	Init #1. Please see attached plat, and s	ite facility diagram.		
Working interest owners are diversified and ha	we been notified. Waivers attached.			
Each of the country of all her and with a			·	and a match and a surface of the last
Each of these wells shall be equipped with c allocated back to individual wells based on t	continuous metering separators for oil these we	production prior to oil be	the allocation meters of	sales. Total sales volumes will be
sales. The gas sales point for this comming			in anocation meters o	in gas prior to comminging for
The proposed commingling of production is				1
Estimated daily gas production for the Orbis barrels of oil per day.	son State Unit #11s 100 mcr and 4 barr	els of oll per day, and fo	r the Orbison State U	hit #2 is 200 mer per day and 50
burrens of on per duy.				
The proposed commingling of production is	in the interest of conservation and wi	Il not result in reduced ro	yalty or improper me	easurement of production.
The purpose of the Surface/Pool Commingli	ing, is to reduce operating costs for sto	brage and treating, thereb	v extending the econo	omic life of each well. Without
approval for utilizing existing batteries on a				
shorten the economic life of the well.				
The proposed commingling is assessed	aconomic operation of the -hour -f-	ranced laccos		
The proposed commingling is necessary for I hereby certify that the information above i				
i Marine in the monthadover	s due and complete to the best of my f	anowneuge and Uchel.		
NONATUR VIIIOTE, KOD				

SIGNATURE	1 use	VC Su	_TITLE_	Production Secretary	DATE_October 13, 2008
	\mathcal{O}	D			
Type or print name	Mayte Reyes				Telephone No. (505) 748-4213

(This space for State use)

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APPPROVED BY_____ Conditions of approval, if any: _____TITLE____

DISTRICT I 1025 N. Prench Dr., Hobbe, NM 60240 DISTRICT II 1301 T. Grand Avenue, Artenie, NM 64210

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DISTRICT III 1000 Bio Brazos Ed., Autec, NM 67410

DISTRICT IV 1220 S. St. Prancis Dr., Santa Pe, NM 87005 State of New Mexico Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, New Mexico 87505 Form C-102 Revised October 12, 2005

Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API	Number		8348	Pool Code		Dana			Pool Name				
Basarda	C		0.540	Ranger Lake; Devonian, West (Gas)									
Property	Lode		Proporty Name ORBISON STATE UNIT										
OGRID N	0.			2 Bievation									
02557					415	5'							
L					-	<u>, , , , , , , , , , , , , , , , , , , </u>							
UL or lot No.	Section	Township									County		
J	14	12 S	34 E		16	50	SOUTH		1980	EAST	LEA		
	L	L	Bottom	Hole Loc	ation I	f Diffe	rent From Sur			L			
UL or lot No.	Section	Township	Range	Lot idn	Feet fro	m the	North/South line	P	eet from the	East/West line	County		
Dedicated Acre	s Joint o	r Infill Ca	nsolidation	Code Ord	ler No.								
320 E/2													
NO ALLO	NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEE										ATED		
	<u></u>	OR A I	NON-STAN	DARD UN	IT HAS	BEEN	APPROVED BY 1	ΓHJ ┿	E DIVISION				
	T			The second se			·	Ť	OPERATO	R CERTIFICAT	TION		
	1			tify that the inform	nation								
	1			n is true and comp knowledge and belief	lete to and that								
[]	1			either owne a work used mineral interest	in the								
	i i		Land trained on the second sec								an owner		
	i		a voluntary peo computery pool the division							ing agreement or a ing order heretofore			
├	+									_			
	i		Uift							. May 51	18/08		
	1		Signatu						Signature		Dato		
	- I					1			COLUERA	N R. MAY			
11	1								Printed Name		[
]			Printed Nam										
									SURVEYO	R CERTIFICATION			
	f		. m.						I hereby certify	that the well locat	ion shown		
	i					i			•	s plotted from field made by me or			
	i	SURFACE LC	CATION		5	Ì			supervisor and	i that the same is	true and		
	1	Lat – N33° Long – W1	03"28'45.14"	·		1		H	correct to the	beet of my being	r.		
	Í	SPC- N.: 82 E.: 80	23/8.336	I	⊙		-1980'	4	APR	8008			
[]		(NAD-	-83)	[ł	I			Date Survey				
	+			t	-	-+-		H	Signature a	Starter S	V I		
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				l	550	ł				a servi	$\mu \rightarrow 1$		
[]	1			l	Ī	1							
	1			I		1			Certificate No	- Gary L. Jones	7977		
	1					İ			Servicion No	~ vary L. Jo nes	/3//		
[i							Į.	<u> </u>	SIN SURVEYS			

District I

1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> 1301 W. Grand Avenue, Artesia, NM 88210 <u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505

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State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

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Form C-102 Revised October 12, 2005 Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

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AMENDED REPORT

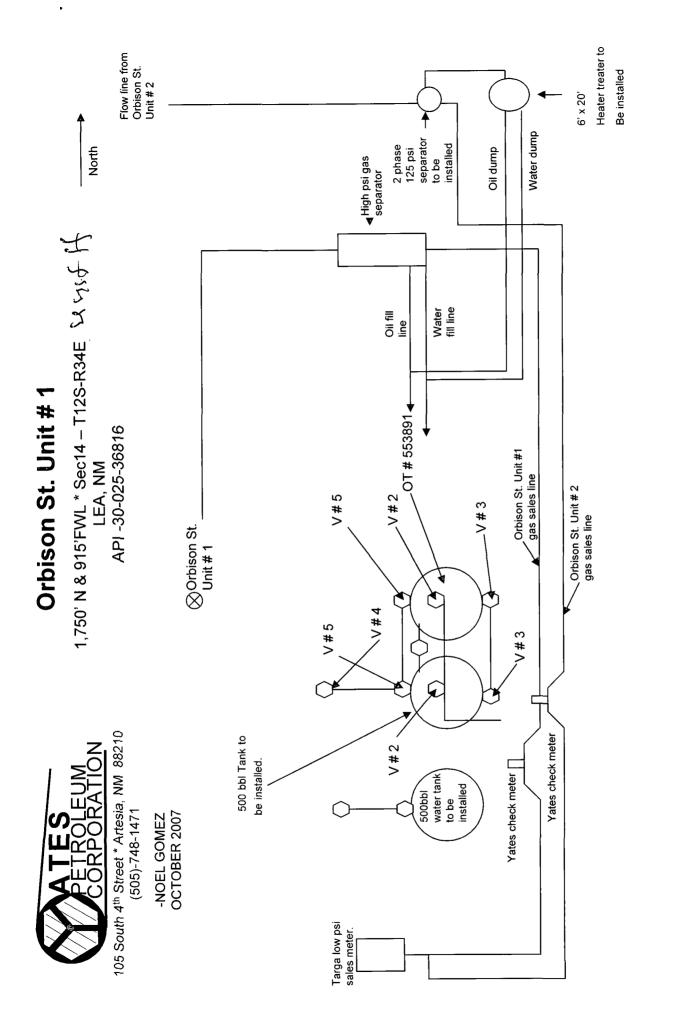
WELL LOCATION AND ACREAGE DEDICATION PLAT

i /	PI Number	r	1	¹ Pool Code	•	³ Pool Name							
30-	-025-3681	25-36816 97164 Four Lakes; Austin, Sou											
4 Property C	ode			* Well Number									
34176					Orbison Sta	te Unit			1				
'OGRID	No.				⁸ Operator	Name			⁹ Elevation				
025575	5		Yates Petroleum Corporation 4141										
	4				¹⁰ Surface	Location							
UL or lot no	Section	Township	ip Range Lot Idn Feet from the North/South line Feet from the East/West line										
н	14	12S	34E	н	1750	50 North 915 East Lea							
		•	¹¹ Bo	ottom Ho	le Location I	f Different From	m Surface						
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County				
² Dedicated Acres · 320	¹³ Joint o	r Infill 14 Co	onsolidation	Code ¹⁵ Or	rder No.	L	L						

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		1750'		¹⁷ 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 hes 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 hereofore entred by the division. 24-08 Signature Date
			915' H	Stormi Davis
				¹⁸ 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 Signature and Seal of Professional Surveyor: Certificate Number

.



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

FRANK W. YATES



105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210-2118 TELEPHONE (575) 748-1471 S.P. YATES CHAIRMAN EMERITUS

JOHN A. YATES CHAIRMAN OF THE BOARD

FRANK YATES, JR.

PEYTON YATES

JOHN A. YATES, JR. DIRECTOR

October 13, 2008

Re: Surface Pool /Lease Commingle Ranger Lake Devonian West/ Four Lakes: Austin, South Lea County, New Mexico

Dear Interest Owner:

Yates Petroleum Corporation respectfully requests approval for Surface Pool/Lease Commingle the following wells:

STATE Orbison State Unit #1 Section 14-T12S-R34E Formation: Four Lakes: Austin, South Lea County, New Mexico State Lease: VO-5874 STATE Orbison State Unit #2 (not yet completed) Section 14-T12S-R34E Formation: Ranger Lake Devonian West Lea County, New Mexico State Lease: V-5875

The battery is located at the Orbison State Unit #1. Please see attached plat, and site facility diagram.

Each of these wells shall be equipped with continuous metering separators for oil production prior to oil being commingled for sales. Total sales volumes will be allocated back to individual wells based on these meter readings. Each of these wells shall be equipped with allocation meters on gas prior to commingling for sales. The gas sales point for this commingled production shall be located at the Orbison State Unit #1.

The proposed commingling of production is in the interest of conservation and will not result in reduced royalty or improper measurement of production. Estimated daily gas production for the Orbison State Unit #1 is 100 mcf and 4 barrels of oil per day, and for the Orbison State Unit #2 is 200 mcf per day and 50 barrels of oil per day.

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The purpose of the Commingling, is to reduce operating costs for storage and treating, thereby extending the economic life of each well. Without approval for utilizing existing batteries on adjacent leases, it will become necessary to built separate facilities for each well. This will greatly increase costs and shorten the economic life of the well.

The proposed commingling is necessary for economic operation of the above referenced leases.

Any objection must be filed in writing with District Office within 20 days from the date the division received the application.

If you should have any questions, please give me a call at (575) 748-4213 (direct line).

Sincerely, t Kess

Mayte Reyes Production Clerk

I hereby approve this application

un

Company: <u>Yates Petroleum Corporation</u>

RANDY G. PATTERSON

DAVID LANNING

MARTIN YATES, 111 1912-1985

FRANK W. YATES 1936-1986



105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210-2118 TELEPHONE (575) 748-1471 S.P. YATES CHAIRMAN EMERITUS

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I hereby approve this application

Sincerely, te Kergs Mayte Reyes

Mayte Reyes Production Clerk

Company: ABO Petroleum Corporation.

FRANK W. YATES



105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210-2118 TELEPHONE (575) 748-1471

October 13, 2008

S.P. YATES

JOHN A. YATES CHAIRMAN OF THE BOARD

FRANK YATES, JR.

PEYTON YATES

JOHN A. YATES, JR. DIRECTOR

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Sincerely, & Rops Mayte Reyes

Production Clerk

I hereby approve this application

Company: MYCO Industries Inc.

RANDY G. PATTERSON SECRETARY DAVID LANNING

DENNIS G. KINSEY TREASURER

.

FRANK W. YATES



105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210-2118 TELEPHONE (575) 748-1471 S.P. YATES

JOHN A. YATES CHAIRMAN OF THE BOARD

FRANK YATES, JR.

PEYTON YATES

JOHN A. YATES, JR.

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Sincerely, ? Kerge Mayte Reves

Production Clerk

I hereby approve this application

5A

Company: Yates Drilling Company RANDY G. PATTERSON

SECRETARY

DAVID LANNING CHIEF OPERATING OFFICER

FRANK W. YATES



105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210-2118 TELEPHONE (575) 748-1471

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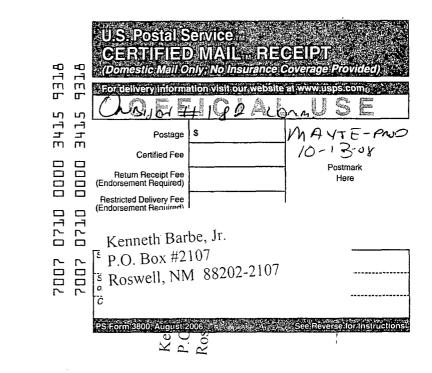
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Any objection must be filed in writing with District Office within 20 days from the date the division received the application.

If you should have any questions, please give me a call at (575) 748-4213 (direct line).

Sincerely. 2 'Keps Mavte Reves Production Clerk



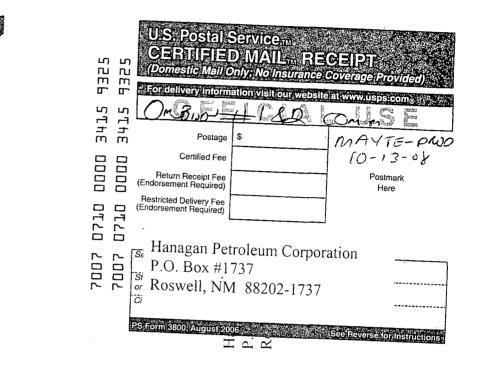


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FES BUILDING - 105 SOUTH FOURTH ST. ARTESIA, NEW MEXICO 88210-2118

ADDRESS SERVICE REQUESTED





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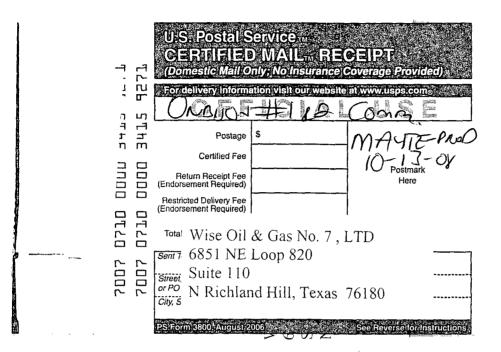
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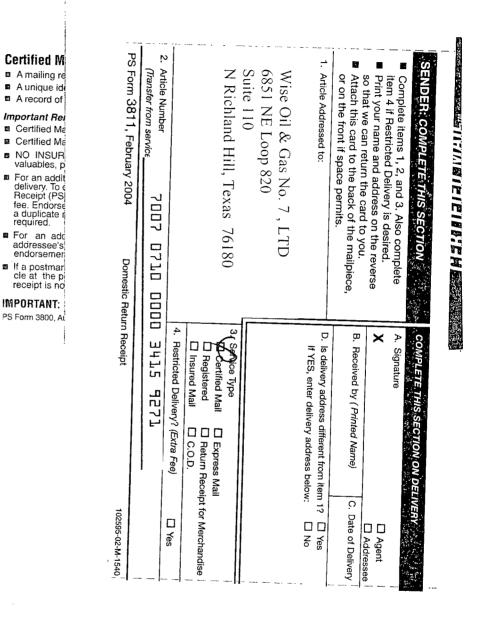


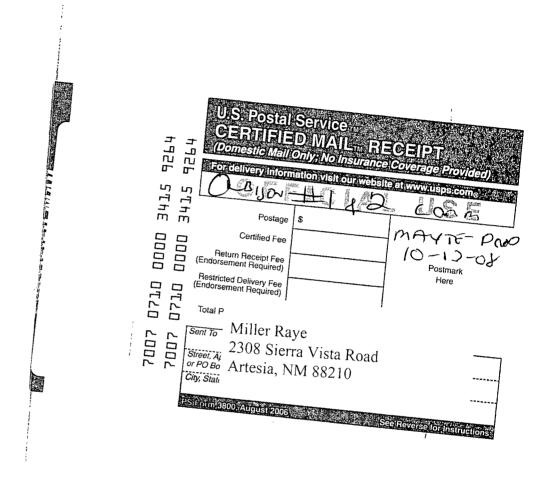


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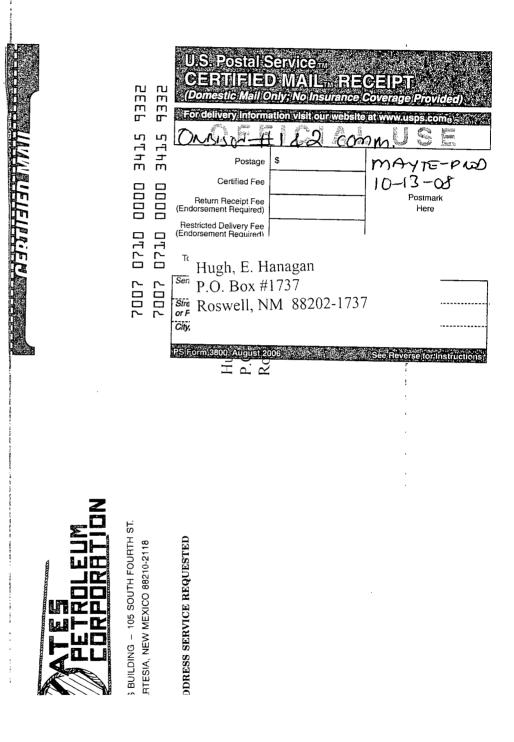
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T: Save	1 2/62 0000		Area Registered □ Return Receipt for Merchandise □ Insured Mail □ C.O.D. 4. Restricted Delivery? (Extra Fee) □ Yes	3 Service Type		If YES, enter delivery address below:	B. Received by (<i>Printed Name</i>) C. Date of Delivery	X D Agent	A. Signature	COMPLETE THIS SECTION ON DELIVERY	

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COMPLETE THIS SECTION ON DELIVERY A. Signature X 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 A. Service Type Registered A. Restricted Delivery? Express Mail Insured Mail Return Receipt for Merchandise 4. Restricted Delivery? Extra Fee) Ves 102595-02-M-1540	PS Form 3811, February 2004 Domestic R	2. Article Number (Transfer from service label)		Roswell, NM 88202-1737	Michael G. Hanagan	1. Article Addressed to:	or on the none in operations.	 So that we can return the card to you. Attach this card to the back of the mailpiece, or on the troot if space namits 	 item 4 if Restricted Delivery is desired. Print your name and address on the reverse 	Complete items 1, 2, and 3. Also complete	SENDER: COMPLETE THIS SECTION	7UU7 0710 0000 3415 9252	PLACE STICKER AV OP OF EWELOPE TO THE RIGHT COMPANY
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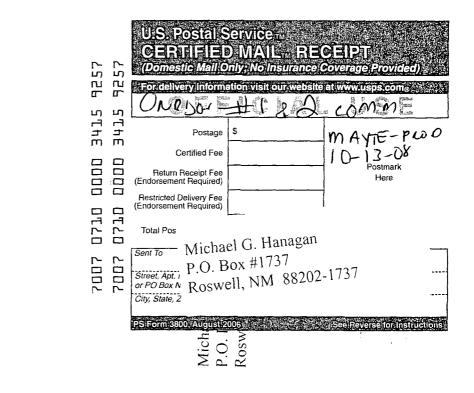
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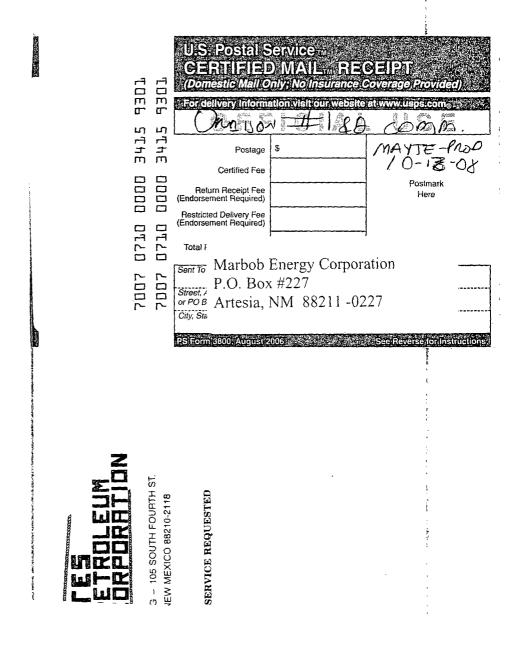


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