

SWD

5/16/00

775

MARTIN YATES, III

1912 - 1985

FRANK W. YATES

1936 - 1986



105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210
TELEPHONE (505) 748-1471

S. P. YATES
CHAIRMAN OF THE BOARD

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PRESIDENT

PEYTON YATES

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SECRETARY

DENNIS G. KINSEY
TREASURER

April 28, 2000

David Catanach
State of New Mexico
OIL CONSERVATION DIVISION
2040 S. Pacheco Street
Santa Fe, NM 87505-5472

Dear Mr. Catanach,

Enclosed please find a copy of form C-108 (Application for Authority to Inject) for the proposed Exxon New Mexico DH State #1 located in Unit M of Section 16-T15S-R28E, Chaves County, New Mexico.

We also request that our earlier application dated February 17, 2000 for disposal into the San Andres formation in this well be withdrawn.

Should you have any questions, please feel free to contact me at (505) 748-4174.

Sincerely,

Albert R. Stall
Operations Engineer

ARS/th

Enclosure

APPLICATION FOR AUTHORIZATION TO INJECT

- ✓ I. PURPOSE: Secondary Recovery Pressure Maintenance X Disposal Storage
Application qualifies for administrative approval? Yes No
- ✓ II. OPERATOR: Yates Petroleum Corporation
ADDRESS: 105 South Fourth Street, Artesia, NM 88210
CONTACT PARTY: Albert R. Stall PHONE: (505) 748-4174
- ✓ III. WELL DATA: Complete the data required on the reverse side of this form for each well proposed for injection.
Additional sheets may be attached if necessary.
- ✓ IV. Is this an expansion of an existing project? Yes X No
If yes, give the Division order number authorizing the project: _____
- ✓ V. Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review.
- ✓ VI. Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail.
- ✓ VII. Attach data on the proposed operation, including:
1. Proposed average and maximum daily rate and volume of fluids to be injected;
 2. Whether the system is open or closed;
 3. Proposed average and maximum injection pressure;
 4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and,
 5. If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.).
- * VIII. Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval.
- ✓ IX. Describe the proposed stimulation program, if any.
- * X. Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted).
- ✓ XI. Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken.
- ✓ XII. Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water.
- XIII. Applicants must complete the "Proof of Notice" section on the reverse side of this form.
- XIV. Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.
- NAME: Albert R. Stall TITLE: Operations Engineer
SIGNATURE: Albert R. Stall DATE: 4/28/00
- * If the information required under Sections VI, VIII, X, and XI above has been previously submitted, it need not be resubmitted. Please show the date and circumstances of the earlier submittal: _____

III. WELL DATA

A. The following well data must be submitted for each injection well covered by this application. The data must be both in tabular and schematic form and shall include:

- (1) Lease name; Well No.; Location by Section, Township and Range; and footage location within the section.
- (2) Each casing string used with its size, setting depth, sacks of cement used, hole size, top of cement, and how such top was determined.
- (3) A description of the tubing to be used including its size, lining material, and setting depth.
- (4) The name, model, and setting depth of the packer used or a description of any other seal system or assembly used.

Division District Offices have supplies of Well Data Sheets which may be used or which may be used as models for this purpose. Applicants for several identical wells may submit a "typical data sheet" rather than submitting the data for each well.

B. The following must be submitted for each injection well covered by this application. All items must be addressed for the initial well. Responses for additional wells need be shown only when different. Information shown on schematics need not be repeated.

- (1) The name of the injection formation and, if applicable, the field or pool name.
- (2) The injection interval and whether it is perforated or open-hole.
- (3) State if the well was drilled for injection or, if not, the original purpose of the well.
- (4) Give the depths of any other perforated intervals and detail on the sacks of cement or bridge plugs used to seal off such perforations.
- (5) Give the depth to and the name of the next higher and next lower oil or gas zone in the area of the well, if any.

XIV. PROOF OF NOTICE

All applicants must furnish proof that a copy of the application has been furnished, by certified or registered mail, to the owner of the surface of the land on which the well is to be located and to each leasehold operator within one-half mile of the well location.

Where an application is subject to administrative approval, a proof of publication must be submitted. Such proof shall consist of a copy of the legal advertisement which was published in the county in which the well is located. The contents of such advertisement must include:

- (1) The name, address, phone number, and contact party for the applicant;
- (2) The intended purpose of the injection well; with the exact location of single wells or the Section, Township, and Range location of multiple wells;
- (3) The formation name and depth with expected maximum injection rates and pressures; and,
- (4) A notation that interested parties must file objections or requests for hearing with the Oil Conservation Division, 2040 South Pacheco, Santa Fe, New Mexico 87505, within 15 days.

NO ACTION WILL BE TAKEN ON THE APPLICATION UNTIL PROPER PROOF OF NOTICE HAS BEEN SUBMITTED.

NOTICE: Surface owners or offset operators must file any objections or requests for hearing of administrative applications within 15 days from the date this application was mailed to them.

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DENNIS G. KINSEY
TREASURER

April 28, 2000

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

Dear Mr. Gum,

Enclosed please find a copy of form C-108 (Application for Authority to Inject) for the proposed Exxon New Mexico DH State #1 located in Unit M of Section 16-T15S-R28E, Chaves County, New Mexico.

We also request that our earlier application dated February 17, 2000 for disposal into the San Andres formation in this well be withdrawn.

Should you have any questions, please feel free to contact me at (505) 748-4174.

Sincerely,

Albert R. Stall
Operations Engineer

ARS/th

Enclosure

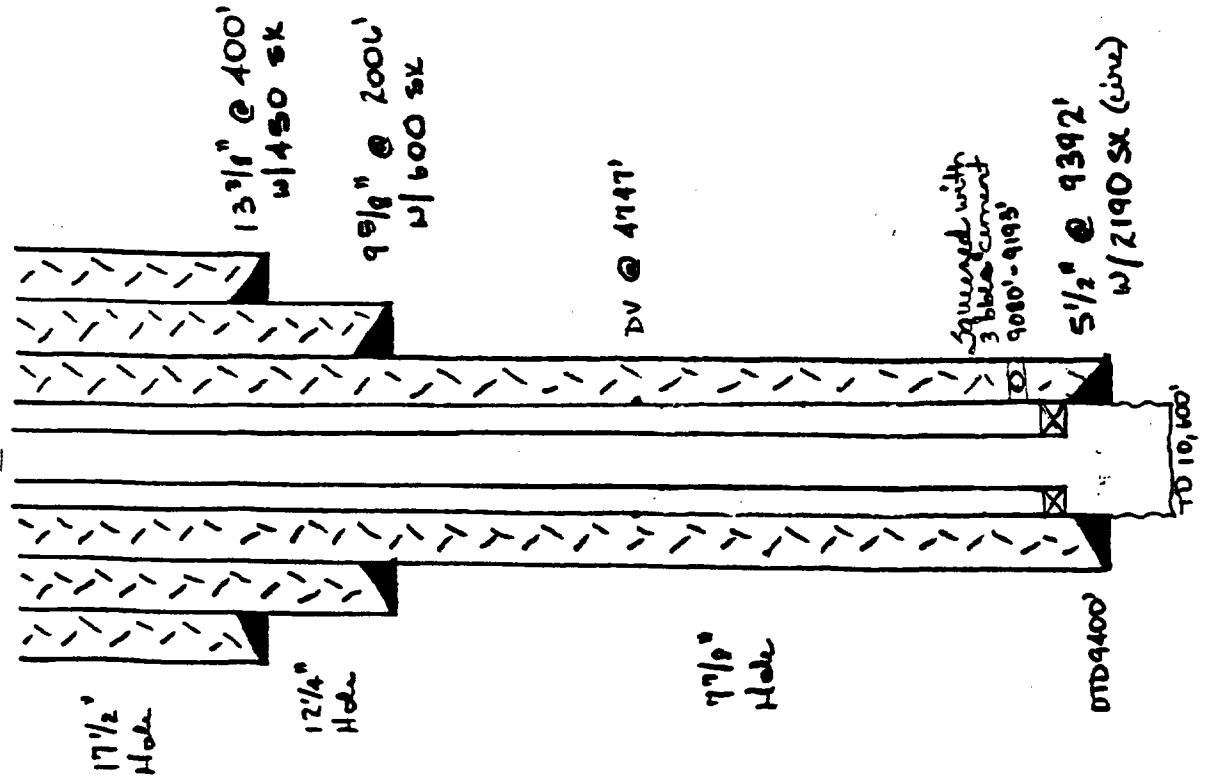
OPERATOR: Yates Petroleum Corporation

WELL NAME & NUMBER: Exxon New Mexico DH State #1

WELL LOCATION: 660'FSL & 660'FWL
FOOTAGE LOCATION

| UNIT LETTER | SECTION | TOWNSHIP | RANGE |
|-------------|---------|----------|-------|
| M | 16 | 15S | 28E |

WELL CONSTRUCTION DATA



INJECTION WELL DATA SHEET

Tubing Size: 2-7/8" 6.4#/ft L-80 Lining Material: plastic-coated

Type of Packer: Guiberson Uni VI - Nickel-plated

Packer Setting Depth: 9325'

Other Type of Tubing/Casing Seal (if applicable): N/A

Additional Data

1 Is this a new well drilled for injection? Yes X No
If no, for what purpose was the well originally drilled? Morrow test

2 Name of the Injection Formation: Mississippian/Devonian

3 Name of Field or Pool (if applicable): None

4 Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) used. Morrow 9088'-9193'
Squeezed off with 3 bbls of cement.

5 Give the name and depths of any oil or gas zones underlying or overlying the proposed injection zone in this area: Morrow at approximately 9000-9200' (not productive in this well).

C-108 Application for Authorization to Inject
Yates Petroleum Corporation
Exxon New Mexico DH State #1
M 16-15S-28E
Chaves County, New Mexico

- I. The purpose of completing this well is for disposal of produced Morrow water into the Mississippian/Devonian.
- II. Operator: Yates Petroleum Corporation
105 South Fourth Street
Artesia, NM 88210
Albert R. Stall (505) 748-4174
- III. Well Data: See Attachment A
- IV. This is not an expansion of an existing project.
- V. See attached map, Attachment B.
- VI. There is 1 well within the area of review penetrating the proposed injection zone. (Attachment C)
- VII.
 1. Proposed average daily injection volume approximately 1,500 BWPD.
Maximum daily injection volume approximately 10,000 BWPD.
 2. This will be a closed system.
 3. Proposed average injection pressure--unknown.
Proposed maximum injection pressure--5635 psi.
 4. Sources of injected water would be produced water from the Morrow. (Attachment D)
 5. See Attachment E.
- VIII. The injection interval is Mississippian/Devonian from 9392'-10600'.

Underground water sources of drinking water are in the Alluvial fill from surface to 200'.
- IX. The proposed disposal interval may be acidized with 15-20% HCL acid.
- X. Logs were filed at your office when the well was drilled. Any new logs run after deepening will also be submitted to your office.

Application for Authorization to Inject
Exxon New Mexico DH State #1

-2-

- XI. There is 1 windmill that exists within a one mile radius of the subject location. Chemical analysis is attached. (Attachment F)
- XII. Available engineering and geologic data have been examined and no evidence of open faults or hydrologic connection between the disposal zone and any underground sources of drinking water have been found.
- XIII. Proof of notice
 - A. Surface owners and offset operators have been notified. (Attachment G)
 - B. Copy of legal advertisement attached. (Attachment H)
- XIV. Certification is signed.

**Yates Petroleum Corporation
Exxon New Mexico DH State #1
M-16-15S-28E**

**Attachment A
Page 1**

III. Well Data

- A. 1. Lease Name/Location:
Exxon New Mexico DH State #1
M 16-15S-28E
660'FSL & 660'FWL
2. Casing Strings:
a. Proposed well condition:
See Attachment A – Proposed Status.
13 3/8" 61#, K-55 at 400'.
9 5/8" 47#, L-80 at 2006'.
5 1/2" 17# & 20#, L-80 at 9392'(circ).
2 7/8" L-80 plastic-coated tubing w/nickel plated packer at 9325'.
3. Propose to use Guiberson or Baker plastic-coated or nickel-plated packer set at 9325'.
- B. 1. Injection Formation: Mississippian/Devonian
2. Injection interval into open hole 9392'-10,600'.
3. Well was originally drilled as an exploratory Morrow well. Well will be a Mississippian/Devonian water disposal well when work is completed.
4. Next higher (shallower) oil or gas zone within 2 miles--Morrow
Next lower (deeper) oil or gas zone within 2 miles—None

EXXON CORP

New Mexico DH State #1

16-155-28 E

Spud 4-1-83 / P&A 11-83

Water @ 422'

Pn @ 1176'

SA @ 1921'

2000-2900'
3000-3700'

2780'-95'

Tub @ 4632'

4650'-4750'

ALO @ 5437'

WC @ 6635'

Penn @ 7417'

Atoka @ 8853'

Morrow @ 9088'

Miss @ 9188'

Devonian @ 10,400'

17 1/2" hole

13 1/8" @ 100' w/ 4505x
(61 1/2' ft)

12 1/4" hole

9 5/8" @ 2000' w/ 6005x
(47 1/2' ft)

2 7/8" PC L-80 tubing

DV @ 4747'

Proposed

Perf 9088-9193'
Sgnd w/ 3 bbls cement

Acid 4k 7 1/2% / 1k-15% / 25k

Mw 9088'-9121'

Mw 9181-9193'

3 1/2" @ 9392'

(17 1/4" / 41 & 20 1/2" / 1k)

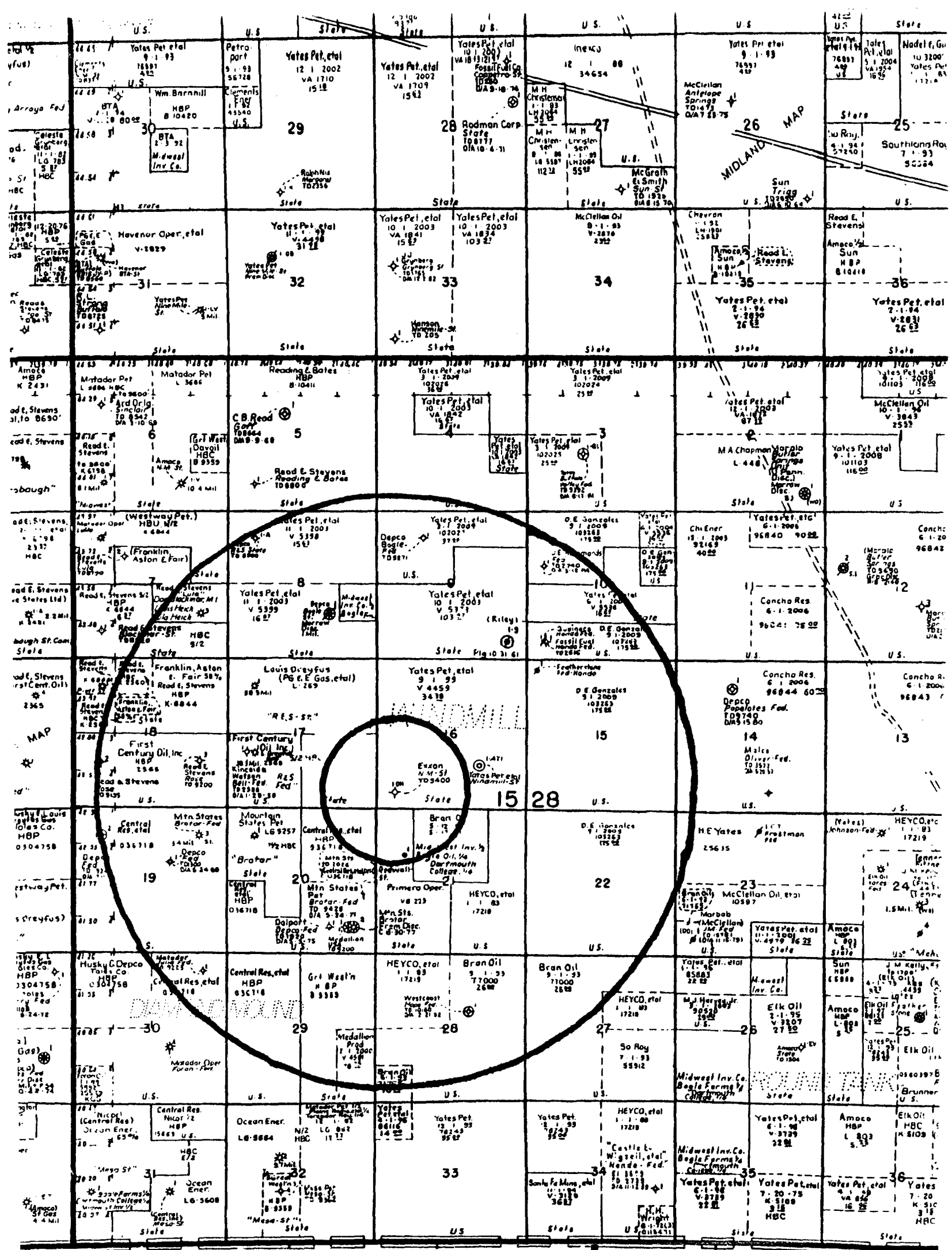
Nickel Plated Packer
@ 9325'

55,000# sand
Frac. 20k gal gel + 10k gal CC

1st Stage - 13905x
(61 1/2' ft)

2nd Stage - 8005x
(61 1/2' ft)

OTD 9400'



YATES PETROLEUM CORPORATION
EXXON NEW MEXICO DH STATE #1
PROPOSED SALT WATER DISPOSAL WELL
SEC. 16-T15S-R28E
660' FSL & 660' FWL
CHAVES COUNTY, NEW MEXICO

ATTACHMENT C

Exxon New Mexico DH State #1

Tabulation of Data on Well Within Area of Review

| Well Name | Location | Operator | Type | Spud | Completed | TD | Injection Zone | Perfs | Completion Information |
|----------------------|-------------|----------------|------|----------|-----------|------|----------------|-------------|---|
| REDWALL STATE COM #1 | 21E 15S 28E | Bran Oil Corp. | Gas | 06/29/89 | 09/02/89 | 9250 | Atoka | 8856'-8860' | 13 3/8" @ 353' w/410 SX 8 5/8" @ 1909' w/1350 SX 4 1/2" @ 9248' w/750 SX 2 3/8" tubing @ 8766' |

QIA, 45 SX
CPC, 100 SX

100 5040' 400

**MILLER CHEMICALS, INC.**

Post Office Box 298

Artesia, N.M. 88211-0298

(505) 746-1919 Artesia Office

(505) 393-2893 Hobbs Office

(505) 746-1918 Fax

WATER ANALYSIS REPORT

Company : YATES PETROLEUM
 Address : ARTESIA, NM
 Lease : WINDMILL "ATI"
 Well : #1
 Sample Pt. : WELLHEAD

Date : 1/18/00
 Date Sampled : 1/18/00
 Analysis No. : 00095

| ANALYSIS | | mg/L | | * meq/L |
|--|------------------|---------|------------------|---------|
| ----- | | ---- | | ----- |
| 1. pH | 6.0 | | | |
| 2. H ₂ S | 0 | | | |
| 3. Specific Gravity | 1.030 | | | |
| 4. Total Dissolved Solids | | 97783.1 | | |
| 5. Suspended Solids | | NR | | |
| 6. Dissolved Oxygen | | NR | | |
| 7. Dissolved CO ₂ | | NR | | |
| 8. Oil In Water | | NR | | |
| 9. Phenolphthalein Alkalinity (CaCO ₃) | | | | |
| 10. Methyl Orange Alkalinity (CaCO ₃) | | | | |
| 11. Bicarbonate | HCO ₃ | 195.0 | HCO ₃ | 3.2 |
| 12. Chloride | Cl | 59640.0 | Cl | 1682.4 |
| 13. Sulfate | SO ₄ | 100.0 | SO ₄ | 2.1 |
| 14. Calcium | Ca | 1600.0 | Ca | 79.8 |
| 15. Magnesium | Mg | 802.6 | Mg | 66.0 |
| 16. Sodium (calculated) | Na | 35445.5 | Na | 1541.8 |
| 17. Iron | Fe | NR | | |
| 18. Barium | Ba | NR | | |
| 19. Strontium | Sr | NR | | |
| 20. Total Hardness (CaCO ₃) | | 7300.0 | | |

PROBABLE MINERAL COMPOSITION

| *milli equivalents per Liter | | Compound | Equiv wt X meq/L | = mg/L |
|---|--------|-------------------------------------|------------------|--------------|
| -----+ | -----+ | | | |
| 80 *Ca <----- *HCO ₃ 3 | | Ca (HCO ₃) ₂ | 81.0 | 3.2 259 |
| ----- /-----> ----- | | CaSO ₄ | 68.1 | 2.1 142 |
| 66 *Mg -----> *SO ₄ 2 | | CaCl ₂ | 55.5 | 74.6 4137 |
| ----- <-----/ ----- | | Mg (HCO ₃) ₂ | 73.2 | |
| 1542 *Na -----> *Cl 1682 | | MgSO ₄ | 60.2 | |
| -----+ | -----+ | MgCl ₂ | 47.6 | 66.0 3143 |
| Saturation Values Dist. Water 20 C | | NaHCO ₃ | 84.0 | |
| CaCO ₃ 13 mg/L | | Na ₂ SO ₄ | 71.0 | |
| CaSO ₄ * 2H ₂ O 2090 mg/L | | NaCl | 58.4 | 1541.8 90102 |
| BaSO ₄ 2.4 mg/L | | | | |

REMARKS:

SCALE TENDENCY REPORT

| | | | |
|------------|-------------------|--------------|-------------|
| Company | : YATES PETROLEUM | Date | : 1/18/00 |
| Address | : ARTESIA, NM | Date Sampled | : 1/18/00 |
| Lease | : WINDMILL "ATI" | Analysis No. | : 00095 |
| Well | : #1 | Analyst | : A. MILLER |
| Sample Pt. | : WELLHEAD | | |

STABILITY INDEX CALCULATIONS
(Stiff-Davis Method)
CaCO3 Scaling Tendency

| | | | | | |
|--------|------|----|------------|----|-----------|
| S.I. = | -0.9 | at | 60 deg. F | or | 16 deg. C |
| S.I. = | -0.8 | at | 80 deg. F | or | 27 deg. C |
| S.I. = | -0.7 | at | 100 deg. F | or | 38 deg. C |
| S.I. = | -0.6 | at | 120 deg. F | or | 49 deg. C |
| S.I. = | -0.6 | at | 140 deg. F | or | 60 deg. C |

CALCIUM SULFATE SCALING TENDENCY CALCULATIONS
(Skillman-McDonald-Stiff Method)
Calcium Sulfate

| | | | | | |
|-----|------|----|------------|----|----------|
| S = | 4533 | at | 60 deg. F | or | 16 deg C |
| S = | 4859 | at | 80 deg. F | or | 27 deg C |
| S = | 5059 | at | 100 deg. F | or | 38 deg C |
| S = | 5149 | at | 120 deg. F | or | 49 deg C |
| S = | 5212 | at | 140 deg. F | or | 60 deg C |

Respectfully submitted,
A. MILLER


**BAKER
OIL TOOLS**

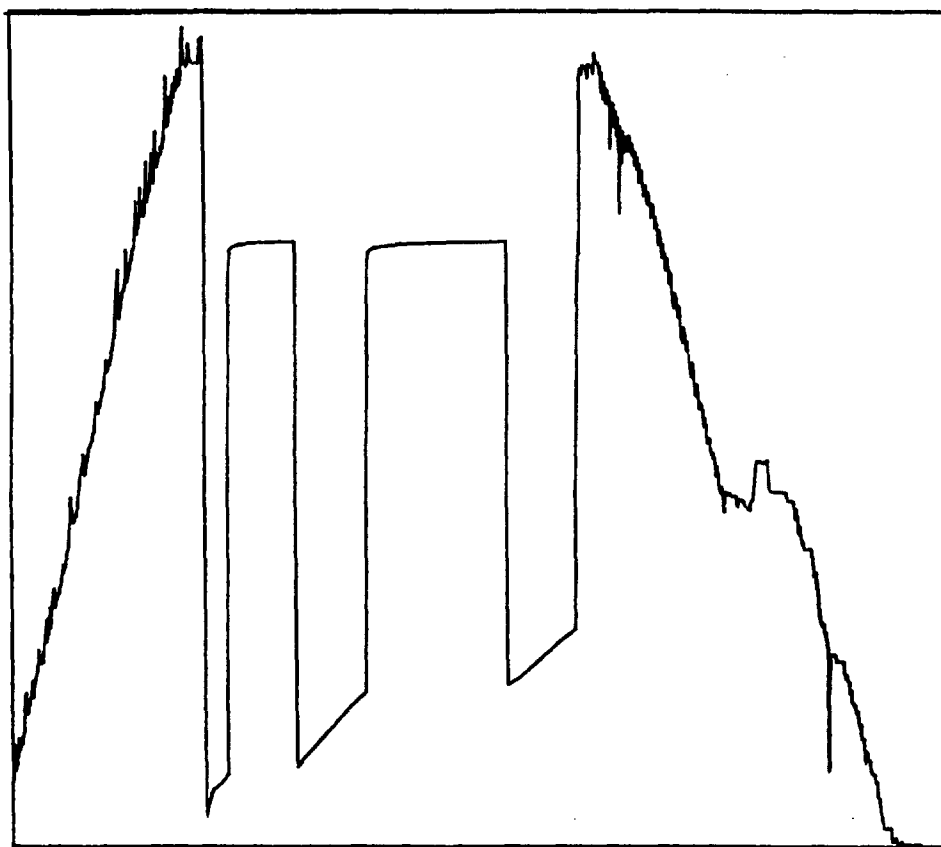
Phone (303) 790-2705

56 Inverness Drive East
Englewood, CO 80112

Contractor **Peterson Drlg.**
 Rig No. **1**
 Spot **330' FNL & 1650' FWL**
 Sec **21**
 Twp. **14 S**
 Rng. **30 E**
 Field **Wildcat**
 County **Chaves**
 State **New Mexico**
 Elevation **3873' KB**
 Formation **Devonian**

Surface Choke **1/8"**
 Bottom Choke **3/4"**
 Hole Size **7 7/8"**
 Core Hole Size **--**
 DP Size & Wt. **4 1/2" 16.60**
 Wt. Pipe **--**
 I.D. of DC **2 1/4"**
 Length of DC **730'**
 Total Depth **10748'**
 Type Test **Conventional**
 Interval **10723' - 10748'**

Mud Type **--**
 Weight **10.0**
 Viscosity **55**
 Water Loss **--**
 Filter Cake **--**
 Resistivity **-- @ °F**
137,000 Ppm. NaCl °F
 B.H.T. **170.9**
 Co. Rep. **Steve Cochran**
 Tester **Mike Fraley**
 Baker Dist. **Hobbs NM**



| | REPORTED | CORRECTED | |
|---------------|------------|-----------|------|
| Opened Tool @ | 22:32 | | hrs. |
| Flow No. 1 | 20 | 18 | min. |
| Shut-in No. 1 | 60 | 60 | min. |
| Flow No. 2 | 60 | 60 | min. |
| Shut-in No. 2 | 120 | 120 | min. |
| Flow No. 3 | 60 | 58 | min. |
| Shut-in No. 3 | None Taken | | min. |

Recorder Type **STI 8000**
 No. **01119** Cap. **10000** psi
 Depth **10728** feet
 Inside **Clock**
 Outside **x** **Range** hrs.

| | | |
|---------------------|---|------|
| Initial Hydrostatic | A | 5628 |
| Final Hydrostatic | K | 5610 |
| Initial Flow | B | 207 |
| Final Initial Flow | C | 520 |
| Initial Shut-in | D | 4347 |
| Second Initial Flow | E | 566 |
| Second Final Flow | F | 1135 |
| Second Shut-in | G | 4347 |
| Third Initial Flow | H | 1179 |
| Third Final Flow | I | 1587 |
| Third Shut-in | J | |

Pipe Recovery

Approximately 6000' Gas above fluid
 Reverse circulated to test tank:
 4660' Total fluid = 59.5 bbl., consisting of:
 611' Gas cut oil = 8.7 bbl.
 4049' Gas cut water = 50.8 bbl.

Gravity:
 Top: **45.0 Deg API @ 60 Deg F**
 Chlorides:
 Middle: **34,000 ppm Cl. titrated.**
 Bottom: **24,000 ppm Cl. titrated.**

YATES PETROLEUM CORP.
TICKET #012828VEST RANCH "RE" FEDERAL #2
DEVONIAN ~ 10723' - 10748'DST #4
05-16-1996

Yates Petroleum Corp.
Vest Ranch "RE" Federal #2, DST #4

05-16-1996

SAMPLER REPORT

| | | |
|--------------------------|------|---------|
| Pressure in Sampler: | 1200 | psig |
| Total Volume of Sampler: | 2600 | cc. |
| Total Volume of Sample: | 2350 | cc. |
| Oil: | 750 | cc. |
| Water: | 1600 | cc. |
| Mud: | None | cc. |
| Gas: | 0.89 | cu. ft. |
| Other: | None | |

Sample: 23,000 ppm Cl. titrated.

Resistivity

| | | | |
|-----------------|--------------------|------------------------|--------------|
| Make up Water | @ | %F of Chloride Content | ppm. |
| Mud Pit Sample | @ | %F of Chloride Content | 137,000 ppm. |
| Gas / Oil Ratio | 190/1 cu.-ft./bbl. | Gravity | 45.0 |
| | | %API @ | 60 °F |

Where was sample drained On location.

Remarks:

ROSWELL GEOLOGICAL SOCIETY SYMPOSIUM

109

Data prepared by: Symposium Committee
 Affiliation: Roswell Geological Society
 Date: 10-29-56

Field Name: Chisum (Devonian)
 Location: Sec. 13, T. 11 S., R. 27 E., & W $\frac{1}{2}$ Sec.
 County & State: 18, T. 11S., R. 28E.
 Chaves, New Mexico

DISCOVERY WELL: Honolulu Oil Corp. #1-J State

COMPLETION DATE: 4-8-50

PAY ZONE: Devonian dolomite is a fine to coarse crystalline, white to tan reservoir rock with porosity development usually occurring from 0 to 10 feet below the Woodford-Devonian contact. Small vugs to cavernous type of porosity with secondary development of large dolomite crystals lining the vugs and associated with limited fractures make up the commercial void of the dolomite pay. The discovery well potentialed for 170 BOPD flowing, 11/32 inch ck, GOR 80, from open hole 6,490-6,563 feet.

TYPICAL CORE ANALYSIS OF A PAY INTERVAL IN THIS FIELD:

| Perm. in millidarcys | | % Porosity | Liquid Saturation (% of pore space) | |
|----------------------|----------|-------------|-------------------------------------|---------|
| Horizontal | Vertical | | Water | Oil |
| 150 est. | 150 est. | 4 - 12 est. | 25 est. | 12 est. |

OTHER SHOWS ENCOUNTERED IN THIS FIELD: San Andres 2,025-2,058 feet.

TRAP TYPE: Anticline

NATURE OF OIL: Paraffinic Gravity 40° @ 60° F.

NATURE OF GAS:

NATURE OF PRODUCING ZONE WATER:

Resistivity: ohm-meters @ °F.

| | Total Solids | Na/K | Ca | Mg | Fe | SO ₄ | Cl | CO ₂ | HCO ₃ | OH | H ₂ S |
|-----|--------------|--------|----|----|----|-----------------|--------|-----------------|------------------|----|------------------|
| ppm | | 18,822 | | | | | 29,047 | | | | |

INITIAL FIELD PRESSURE:

TYPE OF DRIVE: Water drive.

NORMAL COMPLETION PRACTICES: Set production string on top of pay and acidize open hole.

PRODUCTION DATA:

| No. of wells @ yr. end | | | | Production | | No. of wells @ yr. end | | | | Production | |
|------------------------|------|-------|------------------|----------------------------|------------|------------------------|------|-------|------------------|----------------------------|------------|
| Year | Type | Prod. | Shut in or Abnd. | Oil in barrels Gas in MMCF | | Year | Type | Prod. | Shut in or Abnd. | Oil in barrels Gas in MMCF | |
| | | | | Annual | Cumulative | | | | | Annual | Cumulative |
| 1941 | oil | | | | | 1949 | oil | | | | |
| | gas | | | | | | gas | | | | |
| 1942 | oil | | | | | 1950 | oil | 2 | 0 | 42,068 | 42,068 |
| | gas | | | | | | gas | | | | |
| 1943 | oil | | | | | 1951 | oil | 2 | 0 | 67,133 | 109,201 |
| | gas | | | | | | gas | | | | |
| 1944 | oil | | | | | 1952 | oil | 2 | 0 | 59,939 | 169,140 |
| | gas | | | | | | gas | | | | |
| 1945 | oil | | | | | 1953 | oil | 2 | 0 | 48,988 | 218,128 |
| | gas | | | | | | gas | | | | |
| 1946 | oil | | | | | 1954 | oil | 2 | 0 | 32,877 | 251,005 |
| | gas | | | | | | gas | | | | |
| 1947 | oil | | | | | 1955 | oil | 2 | 0 | 30,853 | 281,858 |
| | gas | | | | | | gas | | | | |
| 1948 | oil | | | | | 1956* | oil | | | | |
| | gas | | | | | | gas | | | | |

* 1956 Figure is production to 5-1-56.

SCALE TENDENCY REPORT

| | | | |
|------------|--------------------|--------------|-------------|
| Company | : YATES PETROLEUM | Date | : 2/8/00 |
| Address | : ARTESIA, NM | Date Sampled | : 2/6/00 |
| Lease | : WINDMILL (FRESH) | Analysis No. | : 00113 |
| Well | : NONE | Analyst | : A. MILLER |
| Sample Pt. | : WELL | | |

STABILITY INDEX CALCULATIONS
(Stiff-Davis Method)
CaCO₃ Scaling Tendency

| | | | | | |
|--------|-----|----|------------|----|-----------|
| S.I. = | 0.5 | at | 60 deg. F | or | 16 deg. C |
| S.I. = | 0.5 | at | 80 deg. F | or | 27 deg. C |
| S.I. = | 0.5 | at | 100 deg. F | or | 38 deg. C |
| S.I. = | 0.6 | at | 120 deg. F | or | 49 deg. C |
| S.I. = | 0.6 | at | 140 deg. F | or | 60 deg. C |

CALCIUM SULFATE SCALING TENDENCY CALCULATIONS
(Skillman-McDonald-Stiff Method)
Calcium Sulfate

| | | | | | |
|-----|------|----|------------|----|----------|
| S = | 2070 | at | 60 deg. F | or | 16 deg C |
| S = | 2158 | at | 80 deg. F | or | 27 deg C |
| S = | 2191 | at | 100 deg. F | or | 38 deg C |
| S = | 2186 | at | 120 deg. F | or | 49 deg C |
| S = | 2173 | at | 140 deg. F | or | 60 deg C |

Respectfully submitted,
A. MILLER

**MILLER CHEMICALS, INC.**

Post Office Box 298

Artesia, N.M. 88211-0298

(505) 746-1919 Artesia Office

(505) 393-2893 Hobbs Office

(505) 746-1918 Fax

WATER ANALYSIS REPORT

Company : YATES PETROLEUM
 Address : ARTESIA, NM
 Lease : WINDMILL (FRESH)
 Well : NONE
 Sample Pt. : WELL

Date : 2/8/00
 Date Sampled : 2/6/00
 Analysis No. : 00113

| ANALYSIS | | mg/L | * meq/L |
|----------|---|------------------------|----------------------|
| ----- | | ---- | ----- |
| 1. | pH | 7.4 | |
| 2. | H ₂ S | 0 | |
| 3. | Specific Gravity | 1.000 | |
| 4. | Total Dissolved Solids | 5410.0 | |
| 5. | Suspended Solids | NR | |
| 6. | Dissolved Oxygen | NR | |
| 7. | Dissolved CO ₂ | NR | |
| 8. | Oil In Water | NR | |
| 9. | Phenolphthalein Alkalinity (CaCO ₃) | | |
| 10. | Methyl Orange Alkalinity (CaCO ₃) | | |
| 11. | Bicarbonate | HCO ₃ 122.0 | HCO ₃ 2.0 |
| 12. | Chloride | Cl 2130.0 | Cl 60.1 |
| 13. | Sulfate | SO ₄ 1550.0 | SO ₄ 32.3 |
| 14. | Calcium | Ca 880.0 | Ca 43.9 |
| 15. | Magnesium | Mg 486.3 | Mg 40.0 |
| 16. | Sodium (calculated) | Na 240.0 | Na 10.4 |
| 17. | Iron | Fe 2.5 | |
| 18. | Barium | Ba NR | |
| 19. | Strontium | Sr NR | |
| 20. | Total Hardness (CaCO ₃) | 4200.0 | |

PROBABLE MINERAL COMPOSITION

| *milli equivalents per Liter | Compound | Equiv wt X meq/L | = mg/L |
|---|-------------------------------------|------------------|-----------|
| +-----+ | ----- | ----- | ----- |
| 44 *Ca <----- *HCO ₃ 2 | Ca (HCO ₃) ₂ | 81.0 | 2.0 162 |
| ----- /-----> ----- | CaSO ₄ | 68.1 | 32.3 2197 |
| 40 *Mg -----> *SO ₄ 32 | CaCl ₂ | 55.5 | 9.6 535 |
| ----- <-----/ ----- | Mg (HCO ₃) ₂ | 73.2 | |
| 10 *Na -----> *Cl 60 | MgSO ₄ | 60.2 | |
| +-----+ | MgCl ₂ | 47.6 | 40.0 1905 |
| Saturation Values Dist. Water 20 C | NaHCO ₃ | 84.0 | |
| CaCO ₃ 13 mg/L | Na ₂ SO ₄ | 71.0 | |
| CaSO ₄ *.2H ₂ O 2090 mg/L | NaCl | 58.4 | 10.4 610 |
| BaSO ₄ 2.4 mg/L | | | |

REMARKS:

ATTACHMENT G

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



105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210
TELEPHONE (505) 748-1471

S. P. YATES
CHAIRMAN OF THE BOARD
JOHN A. YATES
PRESIDENT
PEYTON YATES
EXECUTIVE VICE PRESIDENT
RANDY G. PATTERSON
SECRETARY
DENNIS G. KINSEY
TREASURER

April 28, 2000

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

Gentlemen:

Enclosed please find a copy of form C-108 (Application for Authorization to Inject) on the Exxon New Mexico DH State #1 located in Unit M of Section 16-T15S-R28E of Chaves County, New Mexico.

Should you have any questions, please feel free to contact me at (505) 748-4174.

Sincerely,

Albert R. Stall
Operations Engineer

ARS/th

Enclosures

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TREASURER

April 28, 2000

Bogle Limited Company
P. O. Drawer 460
Dexter, NM 88260

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TREASURER

April 28, 2000

Howard Birchfield
P. O. Box 250
Hagerman, NM 88232-0250

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Should you have any questions, please feel free to contact me at (505) 748-4174.

Sincerely,

A handwritten signature in cursive script that reads 'Albert R. Stall'.

Albert R. Stall
Operations Engineer

ARS/th

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1912-1985

FRANK W. YATES

1936 - 1986



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April 28, 2000

Mountain States Petroleum
P. O. Box 1936
Roswell, NM 88202

Gentlemen:

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Should you have any questions, please feel free to contact me at (505) 748-4174.

Sincerely,

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Operations Engineer

ARS/th

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DENNIS G. KINSEY
TREASURER

April 28, 2000

Primero Operating, Inc.
P. O. Box 1433
Roswell, NM 88202

Gentlemen:

Enclosed please find a copy of form C-108 (Application for Authorization to Inject) on the Exxon New Mexico DH State #1 located in Unit M of Section 16-T15S-R28E of Chaves County, New Mexico.

Should you have any questions, please feel free to contact me at (505) 748-4174.

Sincerely,

Albert R. Stall
Operations Engineer

ARS/th

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DENNIS G. KINSEY
TREASURER

April 28, 2000

Bran Oil Corporation
P. O. Box 2328
Roswell, NM 88201

Gentlemen:

Enclosed please find a copy of form C-108 (Application for Authorization to Inject) on the Exxon New Mexico DH State #1 located in Unit M of Section 16-T15S-R28E of Chaves County, New Mexico.

Should you have any questions, please feel free to contact me at (505) 748-4174.

Sincerely,

Albert R. Stall
Operations Engineer

ARS/th

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April 28, 2000

Roswell Daily Record
P. O. Box 1897
Roswell, NM 88202-1897

Gentlemen:

Yates Petroleum Corporation desires to place a public notice in your newspaper for one day. The notice is enclosed.

Please place this notice in your paper on Wednesday, May 3, 2000, and forward a copy of it along with your billing as soon as possible to:

Yates Petroleum Corporation
105 South Fourth Street
Artesia, NM 88210
Attn: Albert R. Stall

If you have any questions, please contact me at 748-4174. Thank you for your cooperation in this matter.

Sincerely,

Albert R. Stall
Operations Engineer

ARS/th

Enclosure

Attachment H

Legal Notice

Yates Petroleum Corporation, 105 South Fourth Street, Artesia, NM 88210, has filed form C-108 (Application for Authorization to Inject) with the New Mexico Oil Conservation Division seeking administrative approval for an injection well. The proposed well, the "Exxon New Mexico DH State #1" located 660'FSL & 660'FWL of Section 16, Township 15 South, Range 28 East of Chaves County, New Mexico, will be used for salt water disposal. Disposal waters from the Morrow will be re-injected into the Mississippian/Devonian at a depth of 9392'-10,600 with a maximum pressure of 5635 psi and a maximum rate of 10,000 BWPD.

All interested parties opposing the aforementioned must file objections or requests for a hearing with the Oil Conservation Division, 2040 S. Pacheco Street, Santa Fe, NM 87505-5472, within 15 days. Additional information can be obtained by contacting Albert R. Stall at (505) 748-4174.