

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

NM O' CONS COMMISSION

Drawn DD

Artesia, NM

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

5. Lease Designation and Serial No.

LC-060122

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

NMNM87891

8. Well Name and No.

Chalk AKH Federal Com #1

9. API Well No.

30-015-26116

10. Field and Pool, or Exploratory Area

East Red Lake Upper Penn

11. County or Parish, State

Eddy Co., NM

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	2. Name of Operator YATES PETROLEUM CORPORATION (505) 748-1471	3. Address and Telephone No. 105 South 4th St., Artesia, NM 88210	4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FSL & 660' FEL of Section 22-T18S-R27E (Unit I, NESE)
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12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input checked="" type="checkbox"/> Other Surface Commingling, Off Lease Storage & Measurement and off lease measurement for gas sales
	<input type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Yates Petroleum Corporation respectfully requests approval for surface commingling, off-lease storage and measurement for oil and off-lease measurement for gas sales for the following two (2) wells:

Chalk AKH Federal Com #1
1980' FSL & 660' FEL of
Section 22-T18S-R27E
Eddy County, New Mexico
Lease No.: LC060122
CA No.: NMNM87891Chalk AKH Federal #2
660' FNL & 1330' FEL of
Section 27-T18S-R27E
Eddy County, New Mexico
Lease No.: LC060122
This well is NOT communitized

The battery is located at the Chalk AKH Federal Com #1 location. Each individual well's oil will be measured by positive displacement, temperature compensated metering equipment prior to surface commingling. Gas will also be metered separately by individual check meters setting on the Chalk AKH Federal Com #1 location. The gas sales meter sets approximately one (1) mile north of the Chalk AKH #1 location in Section 15-T18S-R27E. This meter belongs to Northern Natural Gas Company.

Please see the attached maps and site facility diagram.

14. I hereby certify that the foregoing is true and correct

Signed Rusty KlineTitle Production ClerkDate February 2, 1994

(This space for Federal or State office use)

Approved by Adnan SalamehTitle PatrolmanDate 2/8/94

Conditions of approval, if any:

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*See Instruction on Reverse Side