

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Drawn by
Artesia, NM

88210 FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

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 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) 760' FSL & 660' FEL of Section 20-T19S-R25E (Unit P)	5. Lease Designation and Serial No. Fee Lease	6. If Indian, Allottee or Tribe Name	7. If Unit or CA, Agreement Designation NMNM 90973	8. Well Name and No. Patriot AIZ Com #3	9. API Well No. 30-015-27633	10. Field and Pool, or Exploratory Area North Dagger Draw Upper Pen	11. County or Parish, State Eddy Co., NM
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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"/> Change of Plans
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> New Construction
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Conversion to Injection
	<input checked="" type="checkbox"/> Other Off-Lease Storage, Surface Commingling & Measurement	<input type="checkbox"/> Dispose Water

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.)*

Please see attached form for surface commingling, off-lease storage and measurement for the following three wells:

Hooper AMP #1
820' FSL & 660' FWL (Unit M)
Section 21-T19S-R25E
Eddy County, New Mexico
Fee Lease

Hooper AMP #2
1980' FNL & 660' FWL (Unit E)
Section 21-T19S-R25E
Eddy County, New Mexico
Fee Lease

Patriot AIZ Com #3
760' FSL & 660' FEL (Unit P)
Section 20-T19S-R25E
Eddy County, New Mexico
CA No.: NMNM90973

Battery is located at the Hooper AMP #1 location. Please see attached map and site facility diagram.

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

Signed Rusty Klein
(This space for Federal or State office use)
Orig. Signed by Adam Salameh

Title Production Clerk

Date Jan. 12, 1994

Approved by
Conditions of approval, if any:

Title Petroleum Engineer

Date 2/4/94

Subject to
Like Approval
By State

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

CRA BLM FORMAT

APPLICATION FOR SURFACE COMMINGLING,
OFF LEASE STORAGE AND MEASUREMENT APPROVAL

This Format Should Be Attached To A Sundry Notice

To: Bureau of Land Management
P. O. Box 1778
Carlsbad, New Mexico 88221-1778

Yates Petroleum Corp. (Operator's Name) is requesting approval for surface commingling and off-lease storage and measurement of hydrocarbon production from the following formation(s) and well(s) on Federal Lease No. CA NMNM 90973 ; Lease Name: Patriot AIZ Com

<u>Well No.</u>	<u>Loc.</u>	<u>Sec.</u>	<u>Twp.</u>	<u>Rng.</u>	<u>Formation</u>
<u>3</u>	<u>P</u>	<u>20</u>	<u>19S</u>	<u>25E</u>	<u>Canyon</u>
<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

with hydrocarbon production from the following formation(s) and well(s) on Federal lease No. Fee lease ; Lease Name: Hooper AMP

<u>Well No.</u>	<u>Loc.</u>	<u>Sec.</u>	<u>Twp.</u>	<u>Rng.</u>	<u>Formation</u>
<u>1</u>	<u>M</u>	<u>21</u>	<u>19S</u>	<u>25E</u>	<u>Canyon</u>
<u>2</u>	<u>E</u>	<u>21</u>	<u>19S</u>	<u>25E</u>	<u>Canyon</u>
<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

Production from the wells involved is as follows:

<u>Well Name and No.</u>	<u>BOPD</u>	<u>Oil Gravity</u>	<u>MCFPD</u>
<u>Patriot AIZ Com #3</u>	<u>709</u>	<u>42.3</u>	<u>1117</u>
<u>Hooper AMP #1</u>	<u>186</u>	<u>42.3</u>	<u>604</u>
<u>Hooper AMP #2</u>	<u>298</u>	<u>42.3</u>	<u>546</u>
<u> </u>	<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>	<u> </u>

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Continued:

The proposed operation is described in detail on the attached diagrams.

A map is enclosed showing the lease numbers and location of all leases and wells that will contribute production to the proposed commingling/common storage facility. All unitized/communitized areas, producing zones/pools are also clearly illustrated.

A schematic diagram is also attached which clearly identifies all equipment that will be utilized.

The storage and measuring facility is located at SW/4, Sec. 21, T19 S, R 25 E, on fee lse, Eddy County, New Mexico. BLM will be notified if there is any future change in the facility location.

Details of the proposed method for allocating production to contributing sources is as follows:

Oil from each individual well will be measured by positive displacement, temperature compensated metering equipment prior to commingling on the surface.
Gas from the wells will also be metered separately.

The working interest owners have been notified of the proposal.

The proposed commingling of production is in the interest of conservation and will not result in reduced royalty or improper measurement of production.

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

We understand that the requested approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument. And, we will submit within 30 days an application for right-of-way approval to the BLM's Realty Section in your office if we have not already done so.

Signature: Rusty Klein

Name: Rusty Klein

Title: Production Clerk

Date: January 12, 1994

