

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

NM OIL CON. DIV.
D. er DD
Artesia, NM 88210

clsr

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 checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Designation and Serial No. NM-0557142
2. Name of Operator YATES PETROLEUM CORPORATION (505) 748-1471	6. If Indian, Allottee or Tribe Name
3. Address and Telephone No. 105 South 4th St., Artesia, NM 88210	7. If Unit or CA, Agreement Designation
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FSL & 660' FEL of Section 20-T19S-R25E (Unit I, NESE)	8. Well Name and No. Ross EG Federal Com #13
	9. API Well No. 30-015-28128
	10. Field and Pool, or Exploratory Area Dagger Draw Upper Penn, North
	11. County or Parish, State Eddy Co., NM

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

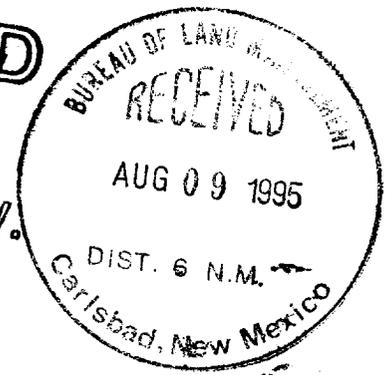
TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input checked="" type="checkbox"/> Other <u>Surface Commingling, Lease Commingling, Off-Lease Storage and Measurement</u>
	<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.)*

Please see attached application for Surface Commingling, Lease Commingling, Off-Lease Storage and Measurement.

RECEIVED
SEP 25 1995
OIL CON. DIV.
DIST. 2



**SUBJECT TO
LIKE APPROVAL
BY STATE**

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

Signed *Rusty Klein* Title Production Clerk Date Aug. 7, 1995

(This space for Federal or State office use)

Approved by Orig. Signed by Shannon J. Shaw Title PETROLEUM ENGINEER Date 9/21/95

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.

APPLICATION FOR SURFACE COMMINGLING,
OFF LEASE STORAGE AND MEASUREMENT APPROVAL

Bureau of Land Management
P. O. Box 1778
Carlsbad, NM 88221-1778

Yates Petroleum Corporation is requesting approval for surface commingling, lease commingling, off-lease storage and measurement of hydrocarbon production from the Ross EG Federal Com #13, Federal Lease No.: NM-0557147 (CA No.: NMNM90973). This well is located in Unit I (NESE) of Section 20-T19S-R25E, Eddy Co., New Mexico.

This well will be commingled with the following wells:

Hooper AMP #1 (fee lease), Unit M of Section 21-T19S-R25E
Hooper AMP #2 (fee lease), Unit E of Section 21-T19S-R25E
Hooper AMP Com #3 (fee lease - CA: NMNM88481), Unit H of Section 20-T19S-R25E
Hooper AMP Com #4 (fee lease - CA: NMNM88481), Unit A of Section 20-T19S-R25E
Lorene ANN #1 (fee lease), Unit D of Section 28-T19S-R25E
Patriot AIZ Com #3 (fee lease - CA: NMNM90973), Unit P of Section 20-T19S-R25E
All wells are located in Eddy County, New Mexico. All wells are producing out of the Canyon formation.

Production from the wells involved is as follows:

Hooper AMP #1	195 BOPD, 196 MCFPD, 42.6 gravity
Hooper AMP #2	231 BOPD, 341 MCFPD, 42.6 gravity
Hooper AMP Com #3	365 BOPD, 819 MCFPD, 42.6 gravity
Hooper AMP Com #4	680 BOPD, 880 MCFPD, 42.6 gravity
Lorene ANN #1	297 BOPD, 341 MCFPD, 42.6 gravity
Patriot AIZ Com #3	192 BOPD, 328 MCFPD, 42.6 gravity
Ross EG Federal Com #13	35 BOPD, 130 MCFPD, 42.6 gravity

A map is enclosed showing the location of all wells that will contribute production to the proposed commingling/storage facility.

A Site Security Diagram is also enclosed which clearly identifies all equipment that will be utilized.

The storage and measuring facility is located in the SWSW of Section 21-T19S-R25E, at the Hooper AMP #1 location. This is a fee lease located in Eddy County, New Mexico.

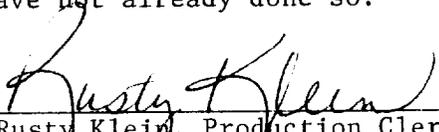
Oil from each of the wells will be measured by positive displacement, temperature compensated metering equipment. Gas will also be metered separately.

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

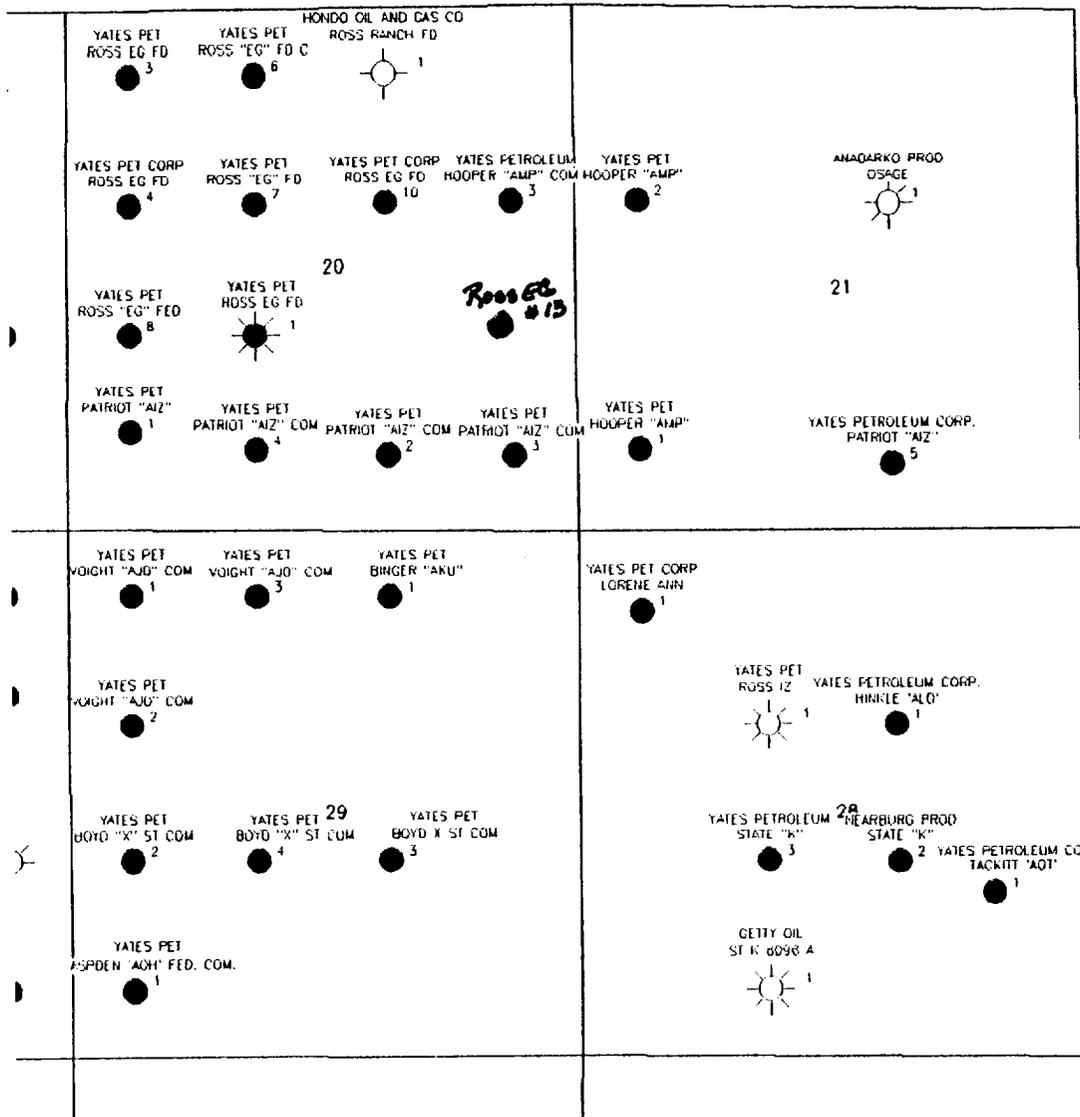
The proposed commingling is necessary for the continued operation of the above referenced federal lease.

Surface Commingling, Etc.
Page 2:

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.



Rusty Klein, Production Clerk
August 7, 1995



19S-25E

ATTACHMENT II

YATES PETROLEUM CORPORATION		
NEW MEXICO		
Sec. 20, 21, 28 19S-25E		
Tommy Fuentes		7/13/95
	Scale 1:24000	

1500 psi 1905 approx. OK U. K. 555 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 29 30 31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46 47 48 49 50 51 52 53 54 55 56 57 58 59 60 61 62 63 64 65 66 67 68 69 70 71 72 73 74 75 76 77 78 79 80 81 82 83 84 85 86 87 88 89 90 91 92 93 94 95 96 97 98 99 100

- Hooper #2 Gas Separator
- Patriot #3 Gas Separator
- Hooper #2 3-Phase Separator
- Patriot #3 3-Phase Separator
- BSTU Circulating Pump
- PLU Pump
- Water Tank
- 500 BL. Fiberglass Water Tank
- 500 BL. METAL STRUCK TANK
- Gas Sales Meter
- Values (sealed during sales)
- 3" Values (sealed during sales)
- 210 BL. Fiberglass BSTU TANK
- 3" Values Sealed closed (open)
- 12 Emergancy Only
- LORENE #1 3-Phase Separator
- LORENE #1 Gas Separator
- Hooper #3 3-Phase Separator
- Hooper #3 Gas Separator

YATES PETROLEUM CORPORATION
 Hooper AMP Battery
 Unit M, Section 21-T19S-R25E
 Eddy County, New Mexico

