

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

5. Lease Designation and Serial No.

NM-0559175

6. If Indian, Allottee or Tribe Name

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

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Permit or CA, Agreement Designation

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

APR 09 1996

8. Well Name and No.

2. Name of Operator

YATES PETROLEUM CORPORATION

OIL CON. DIV.
DIST. 2

Aspden AOH Federal Com #3

3. Address and Telephone No.

105 S. 4th Street, Artesia, NM 88210 (505) 748-1471

API Well No.

3001528502

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Section 29-T19S-R25E 1980' FNL & 1990' FWL Unit F SENW

10. Field and Pool, or Exploratory Area

Dagger Draw Upper Penn, North

11. County or Parish, State

Eddy, N.M.

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

TYPE OF SUBMISSION

TYPE OF ACTION

☐ Notice of Intent
☒ Subsequent Report
☐ Final Abandonment Notice

☐ Abandonment
☐ Recompletion
☐ Plugging Back
☐ Casing Repair
☐ Altering Casing
☒ Other Surface Commingling & Storage

☐ Change of Plans
☐ New Construction
☐ Non-Routine Fracturing
☐ Water Shut-Off
☐ Conversion to Injection
☐ 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 request approval for surface commingling and off lease storage and measurement.

Please see attached application.

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

Signed

Pamela S. Evans

Production Clerk

Date 02/26/96

(This space for Federal or State office use)

Approved by

Shannon J. Shaw

Title

PETROLEUM ENGINEER

Date

4/13/96

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

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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, NM 88221-1778

Yates Petroleum Corporation (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. NM-0559175; Lease Name: Aspden AOH Federal Com..

<u>Well No.</u>	<u>Loc.</u>	<u>Sec.</u>	<u>Twp.</u>	<u>Rng.</u>	<u>Formation</u>
<u>3</u>	<u>F</u>	<u>29</u>	<u>19S</u>	<u>25E</u>	<u>Dagger Draw Upper Penn, North</u>

with hydrocarbon production from the following formation(s) and well(s) on a fee lease; Binger AKU

<u>Well No.</u>	<u>Loc.</u>	<u>Sec.</u>	<u>Twp.</u>	<u>Rng.</u>	<u>Formation</u>
<u>Binger AKU #1</u>	<u>B</u>	<u>29</u>	<u>19</u>	<u>25</u>	<u>Dagger Draw Upper Penn, North</u>
<u>Binger AKU #2</u>	<u>G</u>	<u>29</u>	<u>19</u>	<u>25</u>	<u>Dagger Draw Upper Penn, North</u>

Production from the well involved is as follows:

<u>Well Name and No.</u>	<u>BOPD</u>	<u>Oil Gravity</u>	<u>MCFPD</u>
<u>Aspden AOH Fed. Com. #3</u>	<u>391</u>	<u>42.1</u>	<u>645</u>
<u>Binger AKU #1</u>	<u>568</u>	<u>42.1</u>	<u>730</u>
<u>Binger AKU #2</u>	<u>1118</u>	<u>42.1</u>	<u>1681</u>

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

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

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

The storage and measuring facility is located at NWNE-1/4, Sec. 29, T19S, R25E, on Fee lease Binger AKU #1, Eddy County, New Mexico. BLM will be notified if there is any future change in the facility location.

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

Continued.

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Continued:

Oil will be transported prior to measurement and will be measured by positive displacement, temperature compensated metering equipment. Gas will also be measured 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 leases.

We understand that the request 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: Pamela S. Evans

Name: PAMELA S. EVANS

Title: Production Clerk

Date: 2-26-96

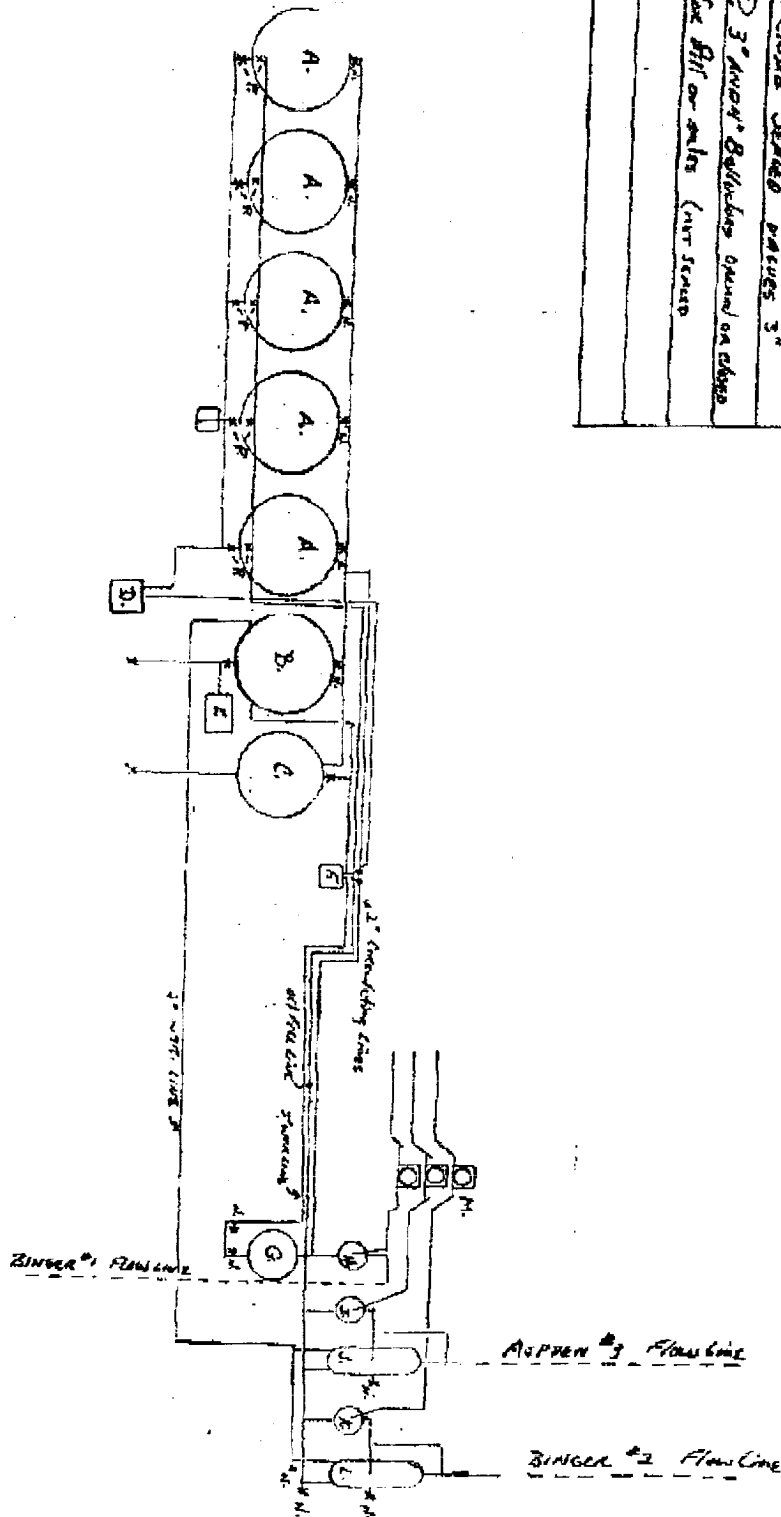
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1. 500 Bl. Pressure Waste Tank
 2. 210 Bl. Fiberglass 85% T.L.
 3. LACT Unit (oil sales)
 4. WATER Dispense Pump
 5. Circulating Pump (Fuel Room)
 6. 6' x 20' Heave Turner
 7. 30' x 10' Gas Separator (Bunker #1)
 8. 30' x 10' Gas Separator (Aspden #3)
 9. 48' x 10' 3-Phase Horizontal Separator (Aspden #3)
 10. 30' x 10' Gas Separator (Bunker #2)
 11. 110' 3-Phase Horizontal Separator (Bunker #2)
 12. GAS METERS (oil sales)
 13. Closed Sealed valves 3"
 14. 3" away 8" Butterfly Guard on closed
 for fill or sales (not sealed)

Aspden AOH Fed. Com #3
 Section 29-T198-R25E
 Eddy County, NM

Binger AKU #1
 Section 29-T198-R25E
 Eddy County, NM
 Fee Lease

Binger AKU #2
 Section 29-T198-R25E
 Eddy County, NM
 Fee Lease



19S-25E

