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



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

TREASURER

105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210-2118

TELEPHONE (505) 748-1471

RECEIVEL MAY 19 2005 **QUU-AHTESIA**

May 9, 2005

Armando Lopez **Bureau of Land Management** 2909 2nd Street Roswell, New Mexico 88201

Lease # 102890 NM

Dear Mr. Lopez,

Yates Petroleum Corporation hereby seeks administrative approval to downhole commingle the production from the Wildcat Morrow, Wildcat Canyon, and the Wildcat Abo pools in our Luke BAV Federal Com. #1 located in Unit J of Section 3, Township 21 South, Range 22 East, Eddy County.

If you have any questions or need additional information, please call me at (505) 748-4237.

Sincerely,

Mark Hoskins Operations Engineering

MH

Enclosures

ALEXIS C. SWOBODA

PETROLEUM ENGINEER

for ABO when completed.

District I

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-107A Revised May 15, 2000

District II

At I South Fire Street, Artesia, NM 88210

District III 1000 Rie Brame Road, Aztre, NM 17410

District IV 2040 South Padreco, Santa Fe, NM 87505

OIL CONSERVATION DIVISION

2040 South Pacheco Santa Fe, New Mexico 87505

APPLICATION TYPE
X Single Well Establish Pre-Approved Pools

APPLICATION FOR DOWNHOLE COMMINGLING

EXISTING WELLBORE XYes ___No

Yates Petroleum Corporation Operator	105 South	Fourth Street	Artesia, New Mexico 88210
Luke BAV Fed. Com.	1 J 3	21S <u>22E</u>	Eddy
Lease	Well No. Unit Letter-S	Section-Township-Range	County
OGRID No Proper	ty Code API No30	0-015-31947 Lease T	ype X Federal State Fee
DATA ELEMENT	UPPER ZONE	INTERMEDIATE ZONE	LOWER ZONE
Pool Name	Wildcat Abo	Wildcat Canyon	Wildcat Morrow
Pool Code			
Top and Bottom of Pay Section (Perforated or Open-Hole Interval)	3'960'-4,252'	7,849' - 7,863'	8966' - 9083'
Method of Production (Flowing or Artificial Lift)			Flowing
Bottomhole Pressure (Note: Pressure dam will not be required if the bottom perforation in the lower some is within 150%.	NA	NA	NA
of the depth of the top perforation in the upper zone)		NA	
Oil Gravity or Gas BTU (Degree API or Gas BTU)	NA	l NA	NA
Producing, Shut-In or New Zone	New Zone	New Zone	New Zone
Date and Oil/Gas/Water Rates of Last Production. (Note: For new zones with no production history, applicant shall be required to attech production estimates and supporting data.)	Date: Rates: Will submit upon further testing	Date: Rates: Will submit upon further testing	Date: 5-9-05 Rates: 700 mcfd
Fixed Allocation Percentage (Note: If allocation is based upon something other than current or past production, supporting data or explanation will be required.)	Oil Gas	Oil Gas	Oil Gas
	<u>ADDITIO</u>	NAL DATA	
Are all working, royalty and overriding royalty interests identical in all commingled zones? If not, have all working, royalty and overriding royalty interest owners been notified by certified mail?			Yes X No No No No
Arc all produced fluids from all commingled zones compatible with each other?			Yes X No
Will commingling decrease the value of production?			Yes No <u>X</u>
If this well is on, or communitized with, state or federal lands, has either the Commissioner of Public Lands or the United States Bureau of Land Management been notified in writing of this application? No			Yes X
NMOCD Reference Case No. applicable to this well:			· PEOCH
Attachments: C-102 for each zone to be commungled showing its spacing unit and acreage dedication. Production curve for each zone for at least one year. (If not available, attach explanation.) For zones with no production history, estimated production rates and supporting data. Data to support allocation method or formula. Notification (ist of working, royalty and overriding royalty interests for uncommon interest cases.			MAY 1 9 2005 OD-ARTEON
	or documents required to support com	mingling.	
	PRE-APPRO	VED POOLS	
If application is to establish Pre-Approved Pools, the following additional information will be required:			
List of all operators within the prope	whole commingling within the proposed osed Pre-Approved Pools roposed Pre-Approved Pools were proved P	••	
	tion above is true and complete to		
SIGNATURE_ TYPE OR PRINT NAME:	Mark Hoskins TITLE Opera	TELEPHONE NO.	DATE 3/28/05 (505)-748-4237

State of New Mexico Form C-102
Energy, Minerals & Natural Resources Department Revised June 10, 2003 District I 1625 N. French Dr., Hobbs, NM 88240 District II Submit to Appropriate District Office OIL CONSERVATION DIVISION 1301 W. Grand Avenue, Artesia, NM 88210 State Lease - 4 Copies a**District IH** sees to his equin assistant 1000 Rio Brazos Rd., Aztec, NM 87410 Fee Lease - 3 Copies Santa Fe, NM 87505 District IV. 1220 S. St. Francis Dr., Santa Fe, NM 87505 ☐ AMENDED REPORT WELL LOCATION AND ACREAGE DEDICATION PLAT ¹ API Number ² Pool Code 3 Pool Name 30-015-31947 Wildcat Abo ⁵ Property Name 4 Property Code ⁶ Well Number Luke BAV Federal Com 7 OGRID No. 8 Operator Name 9 Elevation 025575 Yates Petroleum Corporation 4206'GR ¹⁰ Surface Location Feet from the North/South line UL or lot no. Section Township Range Lot Idn Feet from the East/West line J 3 **21S** 22E 1980 South 1905 East Bottom Hole Location If Different From Surface Lot Idn Feet from the North/South line UL or lot no. Section Township Range Feet from the East/West line 12 Dedicated Acres ¹³ Joint or Infill 14 Consolidation Code Order No.

160

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-

1

County

Eddy

County

STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION **OPERATOR CERTIFICATION** I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. RECEIVEL MAY 0 5 2005 Tina Huerta ODD: MATERIA Regulatory Compliance Supervisor Title and E-mail Address May 3, 2005 ¹⁸SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys 1905' E made by me or under my supervision, and that the same is true and correct to the best of my belief. Date of Survey Signature and Seal of Professional Surveyor: Certificate Number