

Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-103
Revised March 25, 1999

SUNDRY NOTICES AND REPORTS ON WELLS	
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)	
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input type="checkbox"/>	7. Lease Name or Unit Agreement Name: Barrel BFK State Com
2. Name of Operator Yates Petroleum Corporation	8. Well No. 1
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210	9. Pool name or Well Name Chosa Draw Morrow
4. Well Location Unit Letter <u>D</u> : <u>990'</u> feet from the <u>North</u> line and <u>990'</u> feet from the <u>West</u> line Section <u>16</u> Township <u>25S</u> Range <u>26E</u> NMPM <u>Eddy</u> County	
10. Elevation (Show whether DR, RKB, RT, GR, etc.)	

11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data	
NOTICE OF INTENTION TO:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>
OTHER: Addition to Off Lease Measurement & Surface Commingle, and Alternative Method of Measurement. Gas only <input checked="" type="checkbox"/>	
SUBSEQUENT REPORT OF:	
REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
CASING TEST AND CEMENT JOB <input type="checkbox"/>	OTHER: <input type="checkbox"/>
12. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompilation.	

Yates Petroleum Corporation respectfully request approval for the addition to Off Lease Measurement & Surface Commingle, and Alternative Method of Measurement and Sales Gas only. Commingling order # PLC-271.

The gas sales from the Barrel BFK State Com #1 is measured on location and sold at the following location Delta Federal #1, Unit G, Section 7-25S-R26E, NM-28172.

The off lease measurement of production is in the interest of conservation and economic feasibility, and will not result in reduced royalty or improper measurement of production.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Mayte Reyes TITLE Production Secretary DATE December 28, 2005

Type or print name Mayte Reyes Telephone No. (505) 748-4213

(This space for State use)

APPROVED BY FOR RECORDS ONLY TITLE DATE JAN 23 2006

Conditions of approval, if any:

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State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
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Form C-102
Permit 4478

RECEIVED
JAN 23 2006
OCU-ARTESIA

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015-33857	Pool Name Chosa Draw Morrow	Pool Code
Property Code 34520	Property Name BARREL BFK STATE COM.	Well No. 001
OGRID No. 25575	Operator Name YATES PETROLEUM CORPORATION	Elevation 3368

Surface And Bottom Hole Location

UL or Lot D	Section 16	Township 25S	Range 26E	Lot Idn D	Feet From 990	N/S Line N	Feet From 990	E/W Line W	County Eddy
Dedicated Acres 320		Joint or Infill		Consolidation Code		Order No.			

■			

OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Electronically Signed By: Debbie Caffall

Title: Regulatory Technician

Date: 01/04/2005

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Surveyed By: Herschel Jones

Date of Survey: 12/28/2004

Certificate Number: 3640



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

Sight Security Diagram

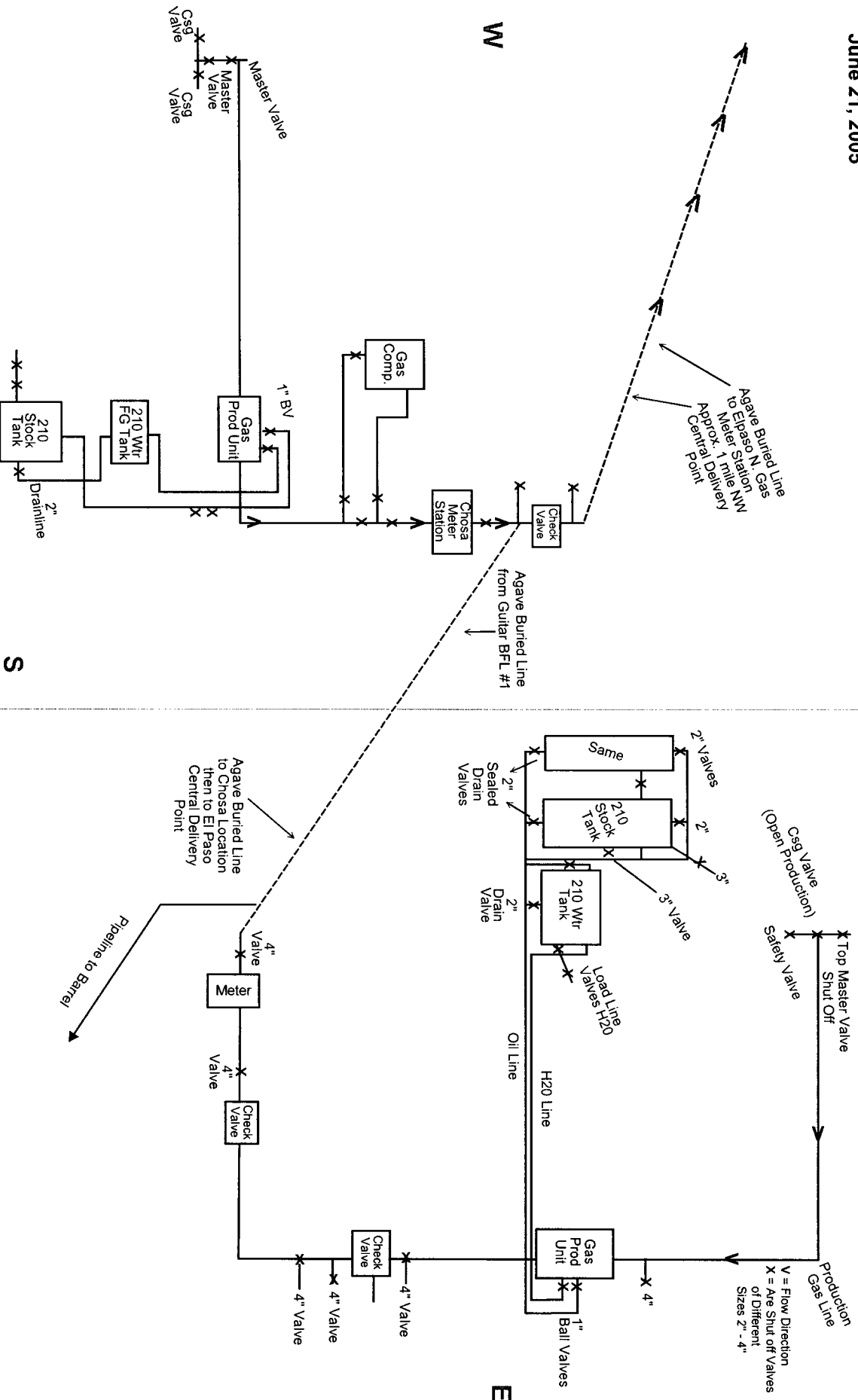
Danny Matthews - Foreman
June 21, 2005

Chosa ATR #1

220' FSL & 1060' FW
Sec. 8-T25S-R26E * Unit L
Eddy County, NM
API - 30-015-31215

Guitar BFL Com #1

990' FNL & 1980' FEL
Sec. 17-T25S-R26E * Unit B
Eddy County, NM
API - 30-015-33747



This diagram is subject to the Yates Petroleum Corporation August 1983 Security Plan which is on file at 105 South 4th Street, Artesia, NM



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

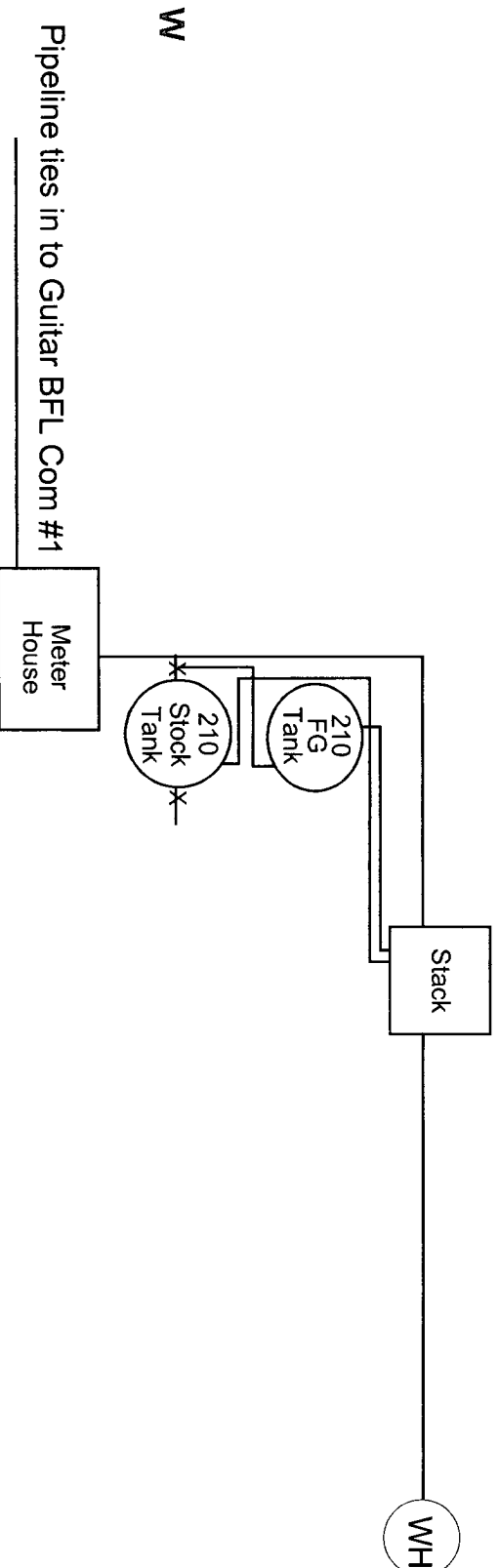
Sight Security Diagram

Danny Matthews - Foreman
November 10, 2005

Barrell BFK St Com #1

Sec. 16-T22S-R26E * Unit D
990' FNL & 990' FWL
Eddy County, NM
API - 30-015-33857

N



W

E

S

This diagram is subject to the Yates Petroleum Corporation August 1983 Security Plan
which is on file at 105 South 4th Street, Artesia, NM

TO → MATE REYES
PRODUCTION

Barrel BFK State Com #1
Township 25 South, Range 26 East, NMPM
Section 16: W/2
Eddy County, New Mexico

Owner #	Owner Name		GW	NRI
192200	Commissioner of Public Lands	RI		0.1666667
180900	OXY USA WTP, Limited Partnership	ORI		0.0175000
999900	Yates Petroleum Corporation	WI	56.000000	0.4491666
994100	Yates Drilling Company	WI	5.000000	0.0416667
005000	Abo Petroleum Corporation	WI	5.000000	0.0416667
640010	Myco Industries, Inc.	WI	5.000000	0.0416667
576105	McCombs Energy, LLC	WI	21.000000	0.1750000
488350	KSA Petroleum, LLC	WI	8.000000	0.0666666
			<u>100.000000</u>	<u>1.0000000</u>

Susan Vickers