Network BKW Federal Com #1H Section 15, T16S-R25E Eddy County, New Mexico ub

30.015.36387

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Yates Petroleum Corporation – Equipment Design Plan Closed Loop System

Closed Loop System will consist of:

- 1 double panel shale shaker
- 1 (minimum ) Centrifuge, certain wells and flow rates may require 2 centrifuges On certain wells, the Centrifuge will be replaced by a Clackco Settling Tank System
- 1 minimum centrifugal pump to transfer fluids
- 2-500 bbl. FW Tanks
- 1-500 bbl. BW Tank
- 1 half round frac tank 250 bbl. capacity as necessary to catch cement / excess mud returns generated during a cement job.
- 1 Set of rail cars / catch bins

Certain wells will use an ASC Auger Tank

All equipment will inspected at least hourly by rig personnel and daily by contractors personnel.

Any spills / leaks will be reported to YPC, NMOCD, and cleaned up without delay.

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