### Form 3160-5 (August 2007)

### **ÖCD** Artesia

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT** 

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

Lease Serial No. NMNM12833

SUNDRY	NMNM12833				
Do not use th abandoned we	is form for proposals to drill or to re-enter an II. Use form 3160-3 (APD) for such proposals.	6. If Indian, Allottee or Tribe Name			
SUBMIT IN TRI	7. If Unit or CA/Agreement, Name and/or No. NMNM100705				
Type of Well     Oil Well	her	8. Well Name and No. ARROW ARW FEDERAL COM 1			
Name of Operator YATES PETROLEUM CORPORT	Contact: MIRIAM MORALES ORATIONE-Mail: mmorales@yatespetroleum.com	9. API Well No. 30-015-28898			
3a. Address 105 S FOURTH ARTESIA, NM 88210	3b. Phone No. (include area code) Ph: 575-748-4200 Fx: 575-748-4664	10. Field and Pool, or Exploratory BOYD; PERMO PENN (GAS)			
4. Location of Well (Footage, Sec., T	11. County or Parish, and State				
Sec 11 T19S R25E NWSE 19	980FSL 1980FEL	EDDY COUNTY COUNTY, NM			
12. CHECK APPI	ROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE	CE, REPORT, OR OTHER DATA			
TYPE OF SUBMISSION	TYPE OF ACT	TION			

Notice of Intent	☐ Acidize ☐ Deepen		☐ Production (Start/Resume)	■ Water Shut-Off
Notice of Intent	Alter Casing	☐ Fracture Treat	☐ Reclamation	■ Well Integrity
☐ Subsequent Report	□ Casing Repair	☐ New Construction	□ Recomplete	<b>⊠</b> Other
☐ Final Abandonment Notice	□ Change Plans	Plug and Abandon	□ Temporarily Abandon	Off-Lease Measuremen
	☐ Convert to Injection	□ Plug Back	■ Water Disposal	•
13. Describe Proposed or Completed Ope	eration (clearly state all pertinent d	etails, including estimated starting	ng date of any proposed work and appro-	ximate duration thereof.

If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Yates Petroleum respectfully requests approval to off lease measure production for the Arrow ARW Federal Com #1.

The production will be measured and sold at the Serrano Federal #1 located at Sec. 11-T19S-R25E, lease #NM-92748.

Please see attached plat and site security diagram.

The ownership is diversified. All owners have been notified, included are the names and addresses.

Oil Measurement

Tanks will be isolated and no surface commingling will take place.

MECEIVED

APR 0 5 2013

NMOCD ARTERIA Accepted for COMPITIONS OF APPROVAL NMOCD TOSISTEDS

14. I hereby certify that the foregoing is true and correct.  Electronic Submission #201102 verified by the BLM Well Information System  For YATES PETROLEUM CORPORATION, sent to the Carlsbad  Committed to AFMSS for processing by KURT SIMMONS on 03/11/2013 ()							
Name(Printed/Typed)	MIRIAM MORALES	Title	PRODUC	TION ANAL	YST		
Signature	(Electronic Submission)	Date	03/08/201	3	and the second of the second o		3
	THIS SPACE FOR FEDERA	L OR	STATE O	FFIØEDUS	ROVED		
Approved By	4 Sliber	Title					Date
certify that the applicant hold	a, are attached. Approval of this potice does not warrant or its legal or equitable title to those rights in the subject lease icant to conduct operations thereon.	Office		APR	- 2 2013		·
Title 18 U.S.C. Section 1001 States any false, fictitious	and Title 43 U.S.C. Section 1212, make it a crime for any peor fraudulent statements or representations as to any matter with	rson kno ithin its j	wingly and w urisdiction.	CARLSB	LAND MANAGEM Ad field office	<b>Gr</b> agenc	of the United

SUBJECT TO LIKE APPROVAL BY STATE

### Additional data for EC transaction #201102 that would not fit on the form

### 32. Additional remarks, continued

Gas Measurement
Each well will have its own sales meter and no surface commingle will take place.

The off lease measurement of production is in the interest of conservation, economic feasibility, the reduction of environmental impact area, and overall emissions. It will not reduce royalty or improper measurement of production.

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.

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (\$75) 393-6161 Fas: (\$75) 393-0720
District II
811 S. First St., Arlesia, NM 88210
Phone: (\$75) 748-1283 Fax: (\$75) 748-9720
District III
1000 Rio Binzos Road, Aztec, NM 87410
Phone: (\$05) 334-6178 Fax: (\$05) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (\$05) 476-3460 Pax: (\$15) 476-3462

Property Code

22078 OGRID No.

025575

1 API Number

30-015-28898

# State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

☐ AMENDED REPORT

Well Number

<sup>5</sup> Elevation

3423'GL

<sup>3</sup> Pool Name

Boyd; Permo Penn (Gas)

Certificate Number

### WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>5</sup> Property Name

Arrow ARW Federal Com

<sup>8</sup> Operator Name

Yates Petroleum Corporation

<sup>1</sup> Pool Code

72850

Submitted per NMOCD request on approved C-104 dated 2/21/13

	№ Surface Location								
UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
	11	198	25E-		1980	South	1980	East	Eddy
	L						1		
			" Bo	ttom Hol	le Location If	Different From	m Surface		
UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
12 Dedicated Acres	i <sup>13</sup> Joint o	Tofil HC	onsolidation	Code 15 Oc	der No.			L	J
320	, , ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	1 1111111	MISORGARIOR	Cuue Oi	der 140.				
320				Ì					
No allowable division.	will be ass	signed to th	is complet	ion until al	l interests have	been consolidated	170	rd unit has been ap	<b>FIFICATION</b>
							to the best of to owns a workh the proposed location pursu interest, or to herepfore end Signature Tina Huerta Printed Nam tinali@yatesp E-mail Addr	a voluntary pooring agreement ered by the division.	hat this organization either. I thierest in the lawl inchaling right to drill this well at this er of such a mineral or working i or a compulsory pooling order  Telmusry 28, 2013
						3'0kPI	I hereby co was plotte me or und	FEYOR CERT ertify that the well lock of from field notes of a er my supervision, and ct to the best of my bel	ition shown on this plat ctual surveys made by I that the same is true
c					ล์ง -		Date of Sur Signature a	vey 1d Seal of Professional Su	rveyor:

## ETROLEUM 105 South 4th Street \* Artesia, NM 88210

### **SERRANO & APOLLO BATTERY**

Sec 11 - T 19 S - R 25E (SWSW) NM-92748

Ν

Serrano And Apollo

Battery Tank

Arrow APU Fed. Com #1

Isolated Tank

(575)-748-1471 -Chance Sexton January, 2013

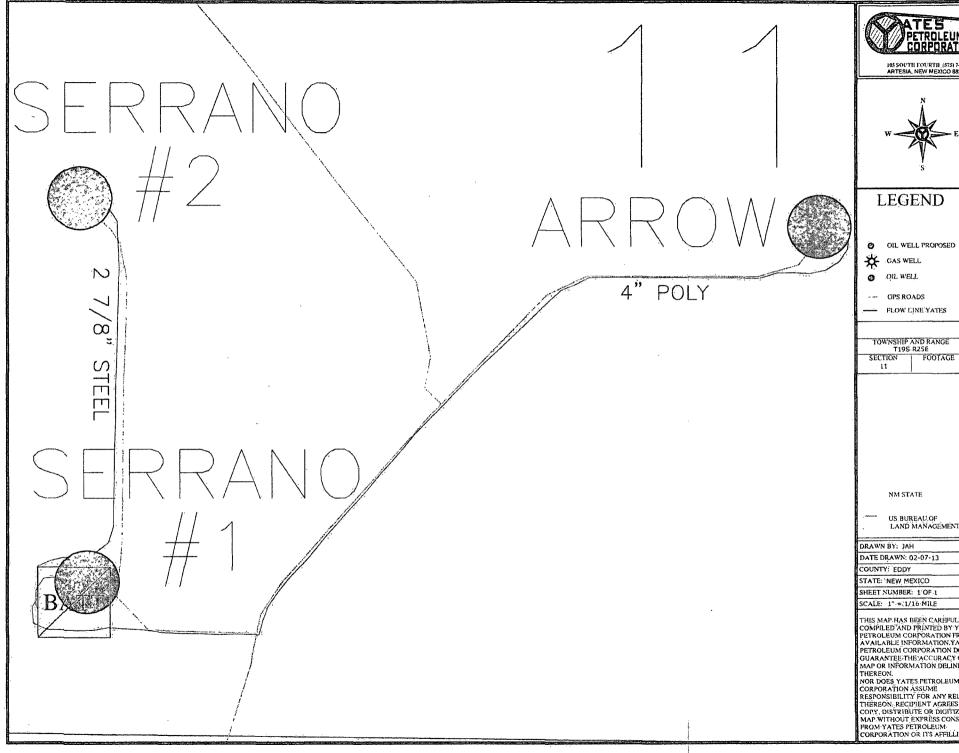
POLY VENT

Gas Oil Arrow Oil

Water

Serrano Fed #1-#3001528166-Sec. 11 T19S R25E Unit M

Pressure Relief Serrano Fed:#2:#3001529401:Sec. 11 T19S R25E Unit L Arrow ARW Fed Com #1-#3001528898-Sec. 11 T19S R25E Unit J ARROW #1 **PRODUCTION PHASE TANK #31991:** SALES PHASE TANK #31991: V #1 - Open 10-101 V#1 - Sealed Closed V #4 - Sealed Closed GASE V #4 - Sealed Closed #2256 **SALES PHASE TANK #31990: PRODUCTION PHASE TANK #31990:** SERRANO #2 V#1 - Open V #1 - Sealed Closed V #4 - Sealed Closed V #4 - Sealed Closed 10-10-0 GASE #2251 = valve 1 SERRANO #1 WATER PUMP -V:#4 V #4. 10-10-11-0-GASE: #20286 #20285 #2245 500 W 500 OT 500:OT HTRT CIRC PUMP





105 SOUTH FOURTH (675) 748-1471 ARTESIA, NEW MEXICO 88210



### **LEGEND**

OIL WELL PROPOSED

US BUREAU OF LAND MANAGEMENT

SCALE: 1" = 1/16 MILE

THIS MAP HAS BEEN CAREFULLY COMPILED AND PRINTED BY YATES PETROLEUM CORPORATION FROM AVAILABLE INFORMATION FATES PETROLEUM CORPORATION FOR SOME OF THIS MAP OR INFORMATION DELINEATED THEREON.

MAP OR INFORMATION DELINEATED THEREON.

MOD DOES YATES PETROLEUM

NOR DOES YATES PETROLEUM CORPORATION ASSUME RESPONSIBILITY FOR ANY RELIANCE THEREON, RECIPIENT AGREES NOT TO COPY, DISTRIBUTE OR DIGITIZE THIS MAP WITHOUT EXPRESS CONSENT FROM YATES PETROLEUM CORPORATION OR ITS AFFILLIATES:

MARTIN, YATES, III 1912-1965 FRANK W. YATES 1926/1986 S.P. YATES 1914-2008



105 SOUTH FOURTH STREET
ARTESIA: NEW MEXICO 88210-2118

JAMES S. BROWN CHIEF OPERATING DEFICER

JOHN A. YATES CHAIRMAN OF THE BOARD

JOHN A. YATES JR.

ĐƠN Đ. PERINI EXECUTIVE VA ĐỂ MONETIZATION CHIEF FINANCIAL OFFICER

TELEPHONE (575): 748-1471

March 8, 2013

RE: Off Lease Measurement Arrow ARW Federal Com #1 Eddy County, New Mexico

Dear Interest Owner,

Yates Petroleum is requesting approval from the Bureau of Land Management and the Oil Conservation Division to Off Lease Measure production on the following well:

Arrow ARW Federal Com #1 Boyd; Permo Penn (gas) Sec. 11-T19S-R25E API #30-015-28898 Federal lease #NM-12833 Eddy County, NM

The production will be measured and sold at the Serrano Federal #1 located at Sec. 11-T19S-R25E, lease #NM-92748. The ownership is diversified.

### Oil Measurement

Tanks will be isolated and no surface commingle will take place.

#### Gas Measurement

Each well will have its own sales meter and no surface commingle will take place.

The off lease measurement of production is in the interest of conservation, economic feasibility, the reduction of environmental impact area, and overall emissions. It will not result in reduced royalty or improper measurement of production.

Any objection must be filed in writing with the Oil Conservation Division in Santa Fe within 20 days from the date the division receives the application. Application will be sent in conjunction with notification to owners.

If you have any questions, please contact me at (575)748-4200 (direct line)

Sincerely.

Miriam Morales Production Analyst JERUNE ALLEN 245 NICKLAUS DRIVE RIO RANCHO, NM 87124-4137

OCCIDENTAL PERMIAN LIMITED LOCKBOX 277120 ATLANTA, GA 30384-7120

JOHN W BASSETT P O BOX 700 ROSWELL, NM 88202-0700

JOAUN C CANTILLON 3333 MANNING AVE #246 LOS ANGELES, CA 90064

PAUL A COOTER 35 CARSON CT TIJERAS, NM 87059-7965

DONALD AND DENE DACHNER 1515 SHASTA DRIVE #2333 DAVIS, CA 95616

DK INVESTMENTS, INC 828 E. EDGÉHILL RD SALT LAKE CITY, UT 84103

GREEN RIBBON, INC 828 E EDGEHILL RD SALT LAKE CITY, UT 84103

JASE FAMILY, LTD P O BOX 972607 DALLAS, TX 75397-2607

ROBERT A JOHNSON P O BOX 25547 ALBUQUERQUE, NM 87125-5547

MHM RESOURCES LP P O BOX 51570 MIDLAND, TX 79710-1570

HIRAM J MOORE LTD P O BOX 94077 SOUTHLAKE, TX 76092-0120 RP PROPERTIES, LLC P O BOX 2166 ROSWELL, NM 88202

ROBERT E SABIN 905 PEARSON DR ROSWELL, NM 88201

MORRIS E SCHERTZ P O BOX 2588 ROSWELL, NM 88202-2588

R E THOMPSON P O BOX 2168 ALBUQUERQUE, NM 87103-2168

BOB F TURNER P O BOX 565 ROSWELL, NM 88202-0565

OCD 1220 S SAINT FRANCIS DR SANTA FE, NM 87505