



**Continuation on off lease measurement for Roy AET Com #9H.**

**Oil measurement**

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

**Gas measurement**

Each well will have its own meter located at the battery and no surface commingling will take place.

By utilizing the existing facilities the off lease measurement of production is in the interest of conservation, the reduction of environmental impact area, and overall emissions. It will not reduce royalty or improper measurement of production. No royalty rate or values will be affected.

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.



105 South 4th Street \* Artesia, NM 88210  
(575) 748-1471

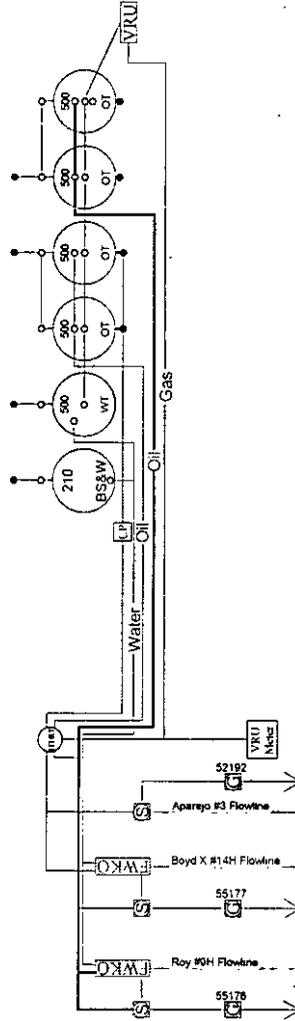
-Michael Farmer  
-September, 2014

# Aparejo Battery

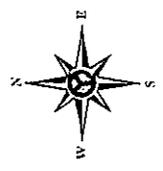
660' FNL & 660' FWL \* Sec 16 - T19S-R25E\* Unit D  
Eddy County, NM  
API - 3001528327



- = Valve Closed
- = Valve Opened
- GM = Gas Meter
- FVKO = Free Water Knock Out
- S = Separator
- VRU = Vapor Recovery Unit
- HT = Heater Treater
- CP = Circulating Pump
- 210 BSS&W = Bottom Sediment & Water (Slop Tank)



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



**LEGEND**

- GPS ROADS
- FLOW LINE YATES
- LEASE BOUNDARIES
- ☼ GAS WELL
- OIL WELL
- ⊕ SALT WATER DISPOSAL

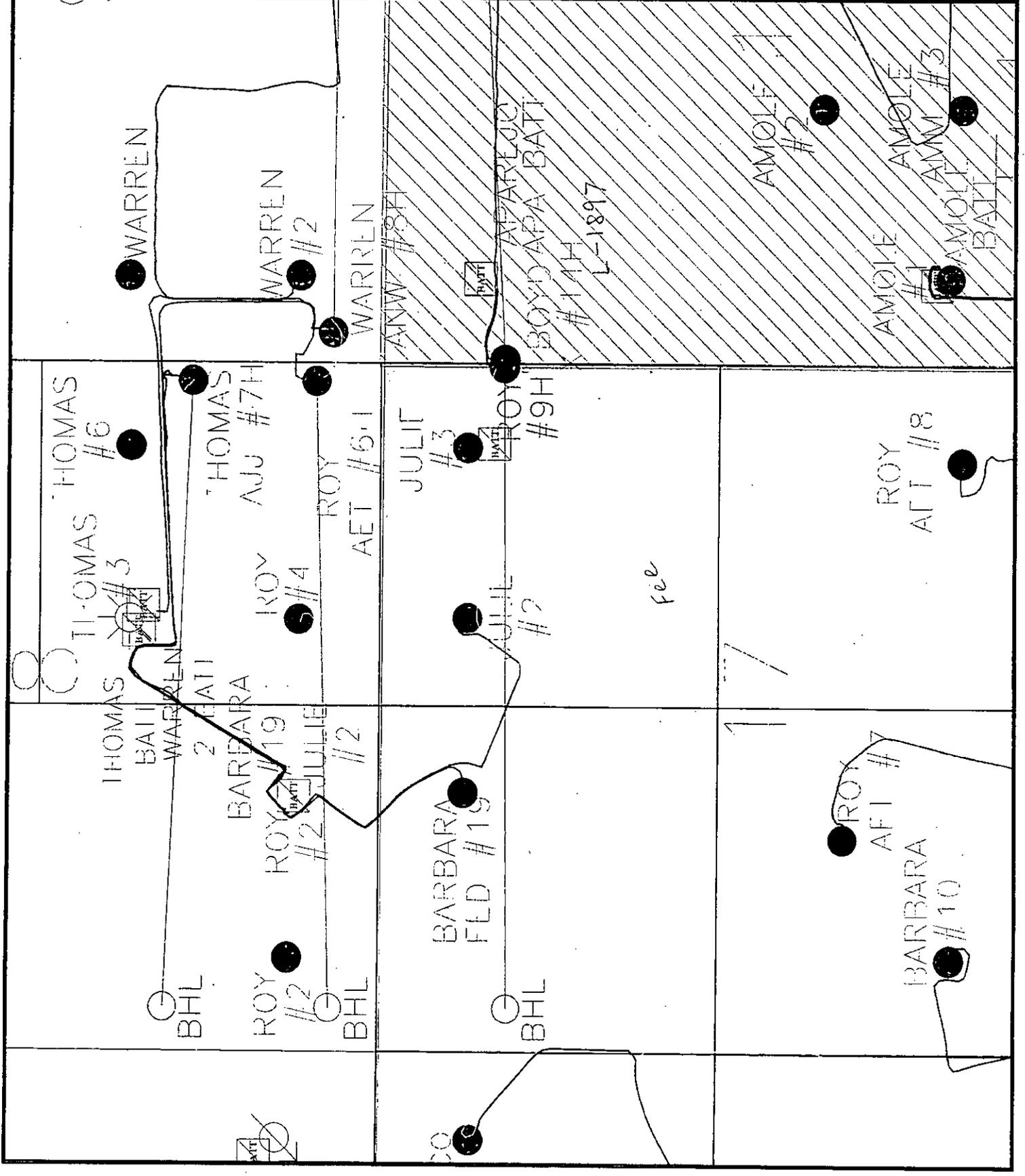
Surface Location  
TOWNSHIP AND RANGE  
19S R25E  
SECTION  
16, 17  
FOOTAGE

NM STATE  
US BUREAU OF  
LAND MANAGEMENT

DRAWN BY: JAH  
DATE DRAWN: 09-16-15  
COUNTY:  
STATE: NEW MEXICO  
SHEET NUMBER: 1 OF 1  
SCALE: 1" = 1/16 mile

TITLE:

THIS MAP HAS BEEN CAREFULLY COMPILED AND PRINTED BY YATES PETROLEUM CORPORATION FROM AVAILABLE INFORMATION. YATES PETROLEUM CORPORATION DOES NOT GUARANTEE THE ACCURACY OF THIS MAP OR INFORMATION DELINEATED THEREON. 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 AFFILIATES.



MARTIN YATES, III  
1912-1985

FRANK W. YATES  
1936-1986

S.P. YATES  
1914-2008



105 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210-2118

TELEPHONE (575) 748-1471

[www.yatespetroleum.com](http://www.yatespetroleum.com)

JOHN A. YATES  
CHAIRMAN EMERITUS

JOHN A. YATES JR.  
CHAIRMAN OF THE BOARD  
PRESIDENT

JOHN D. PERINI  
EXECUTIVE VICE PRESIDENT  
CHIEF FINANCIAL OFFICER

JAMES S. BROWN  
CHIEF OPERATING OFFICER

RE: Off Lease Measurement  
Roy AET Com #9H  
Eddy County, New Mexico

Dear Interest Owner,

Yates Petroleum is notifying you of an application to Off Lease measure, sale and store production for the following well:

**Roy AET Com #9H**  
N. Seven Rivers; Glorietta-Yeso  
Sec. 17-T19S-R25E  
API #30-015-42252  
Fee  
Eddy County, NM

The production will be measured and sold at the Aparejo battery in Sec. 16-T19S-R25E, Unit B.  
All owners will be notified.

#### Oil Measurement

Tanks will be isolated and no surface commingling will take place

#### Gas Measurement

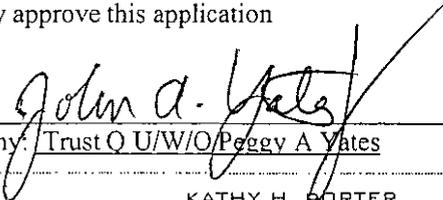
Each well will have its own meter located at the battery and no surface commingling will take place.

The purpose of the Off lease measurement of production is in the interest of conservation, the reduction of environmental impact area, and overall emissions. It will not result in reduced royalty or improper measurement of production. Without approval for utilizing existing batteries on adjacent leases, it will become necessary to build separate facilities for this well.

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

Sincerely,  
Miriam Morales  
Production Analyst

I hereby approve this application

  
\_\_\_\_\_  
Company: Trust O U/W/O Peggy A Yates

KATHY H. DORTER  
SECRETARY

DENNIS G. KINSEY  
TREASURER

MARTIN YATES, III  
1912-1985

FRANK W. YATES  
1936-1986

S. P. YATES  
1914-2008



105 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210-2118

TELEPHONE (575) 748-1471

[www.yatespetroleum.com](http://www.yatespetroleum.com)

JOHN A. YATES  
CHAIRMAN EMERITUS

JOHN A. YATES JR.  
CHAIRMAN OF THE BOARD  
PRESIDENT

JOHN D. PERINI  
EXECUTIVE VICE PRESIDENT  
CHIEF FINANCIAL OFFICER

JAMES S. BROWN  
CHIEF OPERATING OFFICER

RE: Off Lease Measurement  
Roy AET Com #9H  
Eddy County, New Mexico

Dear Interest Owner,

Yates Petroleum is notifying you of an application to Off Lease measure, sale and store production for the following well:

**Roy AET Com #9H**  
N. Seven Rivers; Glorietta-Yeso  
Sec. 17-T19S-R25E  
API #30-015-42252  
Fee  
Eddy County, NM

The production will be measured and sold at the Aparejo battery in Sec. 16-T19S-R25E, Unit B.  
All owners will be notified.

**Oil Measurement**

Tanks will be isolated and no surface commingling will take place

**Gas Measurement**

Each well will have its own meter located at the battery and no surface commingling will take place.

The purpose of the Off lease measurement of production is in the interest of conservation, the reduction of environmental impact area, and overall emissions. It will not result in reduced royalty or improper measurement of production. Without approval for utilizing existing batteries on adjacent leases, it will become necessary to build separate facilities for this well.

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

Sincerely,  
Miriam Morales  
Production Analyst

I hereby approve this application

Company: John A Yates

KATHY H. PORTER  
SECRETARY

DENNIS G. KINSEY  
TREASURER

MARTIN YATES, III  
1912-1983

FRANK W. YATES  
1936-1986

S.P. YATES  
1914-2008



105 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210-2118

TELEPHONE (575) 748-1471

[www.yatespetroleum.com](http://www.yatespetroleum.com)

JOHN A. YATES  
CHAIRMAN EMERITUS

JOHN A. YATES JR.  
CHAIRMAN OF THE BOARD  
PRESIDENT

JOHN D. PERINI  
EXECUTIVE VICE PRESIDENT  
CHIEF FINANCIAL OFFICER

JAMES S. BROWN  
CHIEF OPERATING OFFICER

RE: Off Lease Measurement  
Roy AET Com #9H  
Eddy County, New Mexico

Dear Interest Owner,

Yates Petroleum is notifying you of an application to Off Lease measure, sale and store production for the following well:

**Roy AET Com #9H**  
N. Seven Rivers; Glorietta-Yeso  
Sec. 17-T19S-R25E  
API #30-015-42252  
Fee  
Eddy County, NM

The production will be measured and sold at the Aparejo battery in Sec. 16-T19S-R25E, Unit B.  
All owners will be notified.

**Oil Measurement**

Tanks will be isolated and no surface commingling will take place

**Gas Measurement**

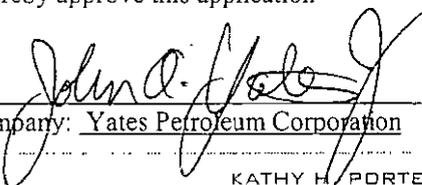
Each well will have its own meter located at the battery and no surface commingling will take place.

The purpose of the Off lease measurement of production is in the interest of conservation, the reduction of environmental impact area, and overall emissions. It will not result in reduced royalty or improper measurement of production. Without approval for utilizing existing batteries on adjacent leases, it will become necessary to build separate facilities for this well.

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

Sincerely,  
Miriam Morales  
Production Analyst

I hereby approve this application

  
\_\_\_\_\_  
Company: Yates Petroleum Corporation

KATHY H. PORTER  
SECRETARY

DENNIS G. KINSEY  
TREASURER

MARTIN YATES, III  
1912-1985

FRANK W. YATES  
1936-1986

S.P. YATES  
1914-2008



105 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210-2118

TELEPHONE (575) 748-1471

[www.yatespetroleum.com](http://www.yatespetroleum.com)

JOHN A. YATES  
CHAIRMAN EMERITUS

JOHN A. YATES JR.  
CHAIRMAN OF THE BOARD  
PRESIDENT

JOHN D. PERINI  
EXECUTIVE VICE PRESIDENT  
CHIEF FINANCIAL OFFICER

JAMES S. BROWN  
CHIEF OPERATING OFFICER

RE: Off Lease Measurement  
Roy AET Com #9H  
Eddy County, New Mexico

Dear Interest Owner,

Yates Petroleum is notifying you of an application to Off Lease measure, sale and store production for the following well:

**Roy AET Com #9H**  
N. Seven Rivers; Glorietta-Yeso  
Sec. 17-T19S-R25E  
API #30-015-42252  
Fee  
Eddy County, NM

The production will be measured and sold at the Aparejo battery in Sec. 16-T19S-R25E, Unit B.  
All owners will be notified.

**Oil Measurement**

Tanks will be isolated and no surface commingling will take place

**Gas Measurement**

Each well will have its own meter located at the battery and no surface commingling will take place.

The purpose of the Off lease measurement of production is in the interest of conservation, the reduction of environmental impact area, and overall emissions. It will not result in reduced royalty or improper measurement of production. Without approval for utilizing existing batteries on adjacent leases, it will become necessary to build separate facilities for this well.

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

Sincerely,  
Miriam Morales  
Production Analyst

I hereby approve this application

  
Company: Sharbro Energy LLC

KATHY H. PORTER  
SECRETARY

DENNIS G. KINSEY  
TREASURER

MARTIN YATES, III  
1912-1985

FRANK W. YATES  
1936-1986

S.P. YATES  
1914-2008



105 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210-2118

TELEPHONE (575) 748-1471

www.yatespetroleum.com

JOHN A. YATES  
CHAIRMAN EMERITUS

JOHN A. YATES JR.  
CHAIRMAN OF THE BOARD  
PRESIDENT

JOHN D. PERINI  
EXECUTIVE VICE PRESIDENT  
CHIEF FINANCIAL OFFICER

JAMES S. BROWN  
CHIEF OPERATING OFFICER

September 24, 2014

RE: Off Lease measurement  
Roy AET Com #9H  
Eddy County, New Mexico

Dear Interest Owner,

Yates Petroleum is requesting approval from the Oil Conservation Division and the Bureau of Land Management for Off Lease measure, sale and store production for the following well:

**Roy AET Com #9H**  
N. Seven Rivers; Glorietta-Yeso  
Sec. 17-T19S-R25E  
API #30-015-42252  
Fee  
Eddy County, NM

The production will be measure and sold at the Aparejo battery in Sec. 16-T19S-R25E, Unit B.  
All owners will be notified.

**Oil Measurement**

Tanks will be isolated and no surface commingling will take place

**Gas Measurement**

Each well will have its own meter located at the battery and no surface commingling will take place.

The purpose of the Off lease measurement of production is in the interest of conservation, the reduction of environmental impact area, and overall emissions. It will not result in reduced royalty or improper measurement of production. Without approval for utilizing existing batteries on adjacent leases, it will become necessary to build separate facilities for this well.

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

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

Sincerely,

Miriam Morales  
Production Analyst

## LIST OF OWNERS WITH CERTIFIED LETTER NUMBERS

R R HINKLE COMPANY, INC P O BOX 2292 ROSWELL, NM 88202-2292	7014 0510 0001 0744 0727
MCQUIDDY COMM. & ENERGY, INC P O BOX 2072 ROSWELL, NM 88201	7014 0510 0001 0744 0710
RICHARD H LANDSHEFT, JR 2313 JIM DENT EL PASO, TX 79939	7014 0510 0001 0744 0703
WILLIAM B LANDSHEFT RT 6 15880 S PEORIA BIXBY, OK 74008	7014 0510 0001 0744 0697
LYNN E DESPER 380 LOS RANCHOS RD NW ALBUQUERQUE, NM 87107-6532	7014 0510 0001 0744 0680
SHIRLEY CHILDRESS 604 N DELAWARE AVE #2 ROSWELL, NM 88201-2135	7014 0510 0001 0744 0673
JAMES W CHILDRESS P O BOX 3209 ROSWELL, NM 88202-3209	7014 0510 0001 0744 0666
JAMES L HINKLE ESTATE P O BOX 2262 KING CITY, CA 93930	7014 0510 0001 0744 0598
HINKLE LIVING TRUST P O BOX 1793 ROSWELL, NM 88202-1793	7014 0510 0001 0744 0574
BETTIANNE H BOWEN LIVING TRUST 238 BEVERLY CT KING CITY, CA 93930-3501	7014 0510 0001 0744 0567
CHARLES E HINKLE P O BOX 1030 KING CITY, CA 93930	7014 0510 0001 0744 0581
KRISTEN COOMES 265 259TH AVE NE SAMMAMISH, WA 98074-3478	7014 0510 0001 0744 0550
JENNA HINKLE SARTORI 5710 HATCHERY CT PENNGROVE, CA 94951-9664	7014 0510 0001 0744 0543
SALLY A ELLIS 771 CRESCENT DR BOULDER, CO 80303	7014 0510 0001 0744 0536
HELEN CHASE RAND TRUST ATTN: WELLS FARGO BANK P O BOX 5383 DENVER, CO 80217	7014 0510 0001 0744 0529
LONESOME OIL, LLC P O BOX 50880 MIDLAND, TX 79710	7014 0510 0001 0744 0659
QUETICO SUPERIOR FOUNDATION ATTN: THOMAS VANDERMOLEN 50 S 6TH STREET STE 1500 MINNEAPOLIS, MN 55402-1498	7014 0510 0001 0744 0949

## LIST OF OWNERS WITH CERTIFIED LETTER NUMBERS

ROLLA R III AND ROSEMARY H HINKLE P O BOX 2292 ROSWELL, NM 88202-2292	7014 0510 0001 0744 0956
MADISON M & SUSAN M HINKLE P O BOX 2292 ROSWELL, NM 88202-2292	7014 0510 0001 0744 0932
HOPE ROYALTIES, LLC P O BOX 1326 ARTESIA, NM 88211-1326	7014 0510 0001 0744 0925
MARSHALL & WINSTON, INC P O BOX 50880 MIDLAND, TX 79710-0880	7014 0510 0001 0744 0918
GAYLE GLASS ROCHE P O BOX 50248 AUSTIN, TX 78763	7014 0510 0001 0744 0895
GAYLE ELIZABETH LANGFORD P O BOX 2827 BIG FORK, MT 59911	7014 0510 0001 0744 0888
ROBERT GLASS LANGFORD 1173 ISIDORA TRAIL LOCKHART, TX 78644	7014 0510 0001 0744 0901
JEFFERSON MILNER LANGFORD P O BOX 22205 SANTA FE, NM 87502	7014 0510 0001 0744 0871
LOU ANN LANGFORD 606 WINSFORD RD BRYN MAWR, PA 19010	7014 0510 0001 0744 0864
ALLISON CLAIRE CURRY SAUNDERS P O BOX 50327 AUSTIN, TX 78763-0327	7014 0510 0001 0744 0857
ALFRED FOY CURRY IV 1016 ALTA LOMA CIRCLE SAN ANGELO, TX 76901	7014 0510 0001 0744 0840
RICHARD HOWELL ESTATE P O BOX 94 LAKEWOOD, NM 88254	7014 0510 0001 0744 0833
THE JAMES H & BETTY R HOWELL REVOCABLE TRUST P O BOX 75 LAKEWOOD, NM 88254	7014 0510 0001 0744 0819
NANCY L KINCAID 2911 OCOTILLO CANYON DR CARLSBAD, NM 88220	7014 0510 0001 0744 0826
JAMES R SWOPE 1832 MOUNTAIN LAUREL KERRVILLE, TX 78028-3843	7014 0510 0001 0744 0802
MARGARET RABURN TRUST 1428 NW 168TH STREET EDMOND, OK 73012-6873	7014 0510 0001 0744 0789
THELMA MAY SCHAFFER FIRST AMERICAN BANK ATTN: CHERYL BARTLETT P O BOX AA ARTESIA, NM 88210	7014 0510 0001 0744 0796

## LIST OF OWNERS WITH CERTIFIED LETTER NUMBERS

CAUPAHE PROPERTIES PARTNERSHIP 5299 RIO PENASCO RD MAYHILL, NM 88339	7014 0510 0001 0744 0772
STERLING M CARTER P O BOX 97 WINSTON, NM 87943	7014 0510 0001 0744 0758
KENNA C SCOTT 3341 SEQUOIA AVE ALAMOGORDO, NM 88310	7014 0510 0001 0744 0741
MICHAEL T CARTER 2106 WILLS WAY RD GRANDBURY, TX 76049-5788	7014 0510 0001 0744 0765
JACK S MCDONALD 1110 COLLEGE AVE SNYDER, TX 79549	7014 0510 0001 0744 0734
CYDNEY M MEDFORD 2111 PAISANO RD AUSTIN, TX 78746	7014 0510 0001 0744 0451
JAN A HERRSTROM 810 FOREST OAKS CIR WOODWAY, TX 76712-2235	7014 0510 0001 0744 0468
GEORGE S CRANFORD 2009 HUBBARD CT VILLA RICA, GA 30180	7014 0510 0001 0744 0475
ANGELA ESSMAN SPENCER P O BOX 7501 MIDLAND, TX 79708	7014 0510 0001 0744 0604
RAY HALL BECK 3509 DOMINION RIDGE SAN ANGELO, TX 76904	7014 0510 0001 0744 0611
OCOTILLO PRODUCTION LLC 1705 WASHINGTON AVE ARTESIA, NM 88210-1650	7014 0510 0001 0744 0628
VAN WINKLE FAMILY LLC 9191 YELLOWSTONE RD LONGMONT, CO 80503	7014 0510 0001 0744 0642
DAVID A HARPER 43-1 W FUNK RD LAKE ARTHUR, NM 88253	7014 0510 0001 0744 0635
JUANEL A HARPER 2103 W CENTRE AVE ARTESIA, NM 88210-2245	7014 0510 0001 0744 0482
JAMI A HARL 2485 E 54TH ST TULSA, OK 74105-7201	7014 0510 0001 0744 0499
JAMES A CARSON P O BOX 1761 LOWELL, AR 72745-1761	7014 0510 0001 0744 0505
TWIN OAKS PETROLEUM 4010 LAZYBROOK DR NOLLANVILLE, TX 76559	7014 0510 0001 0744 0215

## LIST OF OWNERS WITH CERTIFIED LETTER NUMBERS

VALERIE A MAHFOOD 3014 BARRYWOOD WICHITA FALLS, TX 76309	7014 0510 0001 0744 0512
WILLIAM J MCCA P O BOX 376 ARTESIA, NM 88211-0376	7014 0510 0001 0744 0222
MARY G RIDDLE 2924 MIRRORMERE CR BRYAN, TX 77807	7014 0510 0001 0744 0239
MIKE H ROBERTS 1108 LA VACA ST #110-282 AUSTIN, TX 78701	7014 0510 0001 0744 0246
OSCURA RESOURCES INC P O BOX 2292 ROSWELL, NM 88202-2292	7014 0510 0001 0744 0444
MANER B SHAW P O BOX 9612 MIDLAND, TX 79708	7014 0510 0001 0744 0437
JAMES W ESSMAN 1209 COUNTRY CLUB DR MIDLAND, TX 79701	7014 0510 0001 0744 0420
FLORENCE M ESSMAN CURRY 804 PALOMINO MIDLAND, TX 79705	7014 0510 0001 0744 0413
ROBERT E CHAMBERS JR 2441 STANMORE DR HOUSTON, TX 77019	7014 0510 0001 0744 0406
CELESTE CHAMBERS LIPSCOMB 480 N WARSON RD ST LOUIS, MO 63124	7014 0510 0001 0744 0390
NEVA CHAMBERS DAWSON 8 S WEST OAK RD HOUSTON, TX 77056-2122	7014 0510 0001 0744 0383
ROBERT E CHAMBERS JR AS TRUSTEE OF THE LOLLIE D CHAMBERS TRUST 2441 STANMORE DR HOUSTON, TX 77019	7014 0510 0001 0744 0376
CELESTE CHAMBERS LIPSCOMB AS TRUTEE OF THE LOLLIE D CHAMBERS DESCENDANTS TRUST 480 N WARSON RD ST LOUIS, MO 63124-1343	7014 0510 0001 0744 0369
NEVA CHAMBERS DAWSON AS TRUTEE OF THE LOLLIE D CHAMBERS TRUST 8 S WEST OAK RD HOUSTON, TX 77056-2122	7014 0510 0001 0744 0352
ALICE A HANKS FREEMAN P O BOX 9087 WICHITA FALLS, TX 76308-9087	7014 0510 0001 0744 0345
W T PROBANDT 5 RIDGEMART CT MIDLAND, TX 79707-6612	7014 0510 0001 0744 0338

## LIST OF OWNERS WITH CERTIFIED LETTER NUMBERS

YATES INDUSTRIES LLC P O BOX 1091 ARTESIA, NM 88211-1091	7014 0510 0001 0744 0321
A M ROUTH 16220 ROCKIES RUN SUMMIT AUSTIN TX 78738-4028	7014 0510 0001 0744 0314
SELMA L BATES 14515 BRIAR FOREST DR APT #213 HOUSTON TX 77077	7014 0510 0001 0744 0307
LEA CORPORATION P O BOX 451 MIDLAND TX 79702	7014 0510 0001 0744 0291
PAYNE-JOHNSTON MANAGEMENT INC ACCOUNT #1 801 FIRST PLACE TYLER TX 75702	7014 0510 0001 0744 0284
PAYNE JOHNSTON MANAGEMENT INC ACCOUNT #2 801 FIRST PLACE TYLER TX 75702	7014 0510 0001 0744 0284
COLUMBIA RIVER RESOURCES INC 1800 W BIG BEAVER RD STE 100 TROY MI 48084	7014 0510 0001 0744 0253
SOUTHWEST ROYALTIES INC 6 DESTA DRIVE STE 1100 MIDLAND TX 79705-5510	7014 0510 0001 0744 0260
OXY Y-1 COMPANY P O BOX 841803 DALLAS TX 75284-1803	7014 0510 0001 0744 5005
OIL CONSERVATION DIVISION 1220 S SAINT FRANCIS DR SANTA FE NM 87505	7014 0510 0001 0744 4992

DATE IN	SUSPENSE	ENGINEER	LOGGED IN	TYPE	APP'NO
---------	----------	----------	-----------	------	--------

ABOVE THIS LINE FOR DIVISION USE ONLY

**NEW MEXICO OIL CONSERVATION DIVISION**  
 - Engineering Bureau -  
 1220 South St. Francis Drive, Santa Fe, NM 87505



**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

**Application Acronyms:**

- [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
- [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
- [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
- [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
- [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
- [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

- [1] **TYPE OF APPLICATION** - Check Those Which Apply for [A]
- [A] Location - Spacing Unit - Simultaneous Dedication  
 NSL  NSP  SD
- Check One Only for [B] or [C]
- [B] Commingling - Storage - Measurement  
 DHC  CTB  PLC  PC  OLS  OLM
- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery  
 WFX  PMX  SWD  IPI  EOR  PPR
- [D] Other: Specify \_\_\_\_\_

**NM OIL CONSERVATION**  
 ARTESIA DISTRICT  
 NOV 19 2015

**RECEIVED**

- [2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or Does Not Apply
- [A]  Working, Royalty or Overriding Royalty Interest Owners
- [B]  Offset Operators, Leaseholders or Surface Owner
- [C]  Application is One Which Requires Published Legal Notice
- [D]  Notification and/or Concurrent Approval by BLM or SLO  
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E]  For all of the above, Proof of Notification or Publication is Attached, and/or,
- [F]  Waivers are Attached

[3] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Miriam Morales \_\_\_\_\_ Production Analyst \_\_\_\_\_ 9/24/14  
 Print or Type Name Signature Title Date  
 mmorales@yatespetroleum.com  
 e-mail Address

District I  
1625 N. French Drive, Hobbs, NM 88240  
District II  
1301 W. Grand Ave, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St Francis Dr, Santa Fe, NM  
87505

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-107-B  
Revised June 10, 2003

**OIL CONSERVATION DIVISION**  
1220 S. St Francis Drive  
Santa Fe, New Mexico 87505

Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

**APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)**

OPERATOR NAME: Yates Petroleum Corporation  
OPERATOR ADDRESS: 105 South Fourth St. Artesia, NM 88210

APPLICATION TYPE:  
 Pool Commingling  Lease Commingling  Pool and Lease Commingling  Off-Lease Storage and Measurement (Only if not Surface Commingled)

LEASE TYPE:  Fee  State  Federal

Is this an Amendment to existing Order?  Yes  No If "Yes", please include the appropriate Order No. \_\_\_\_\_  
Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling  
 Yes  No

**(A) POOL COMMINGLING**

Please attach sheets with the following information

(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes

(2) Are any wells producing at top allowables?  Yes  No  
(3) Has all interest owners been notified by certified mail of the proposed commingling?  Yes  No.  
(4) Measurement type:  Metering  Other (Specify).  
(5) Will commingling decrease the value of production?  Yes  No If "yes", describe why commingling should be approved

**(B) LEASE COMMINGLING**

Please attach sheets with the following information

(1) Pool Name and Code.  
(2) Is all production from same source of supply?  Yes  No  
(3) Has all interest owners been notified by certified mail of the proposed commingling?  Yes  No  
(4) Measurement type:  Metering  Other (Specify)

**(C) POOL and LEASE COMMINGLING**

Please attach sheets with the following information

(1) Complete Sections A and E.

**(D) OFF-LEASE STORAGE and MEASUREMENT**

Please attached sheets with the following information

(1) Is all production from same source of supply?  Yes  No  
(2) Include proof of notice to all interest owners.

**(E) ADDITIONAL INFORMATION (for all application types)**

Please attach sheets with the following information

(1) A schematic diagram of facility, including legal location.  
(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.  
(3) Lease Names, Lease and Well Numbers, and API Numbers.

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

SIGNATURE: *Miriam Morales* TITLE: Production Analyst DATE: 9/24/14  
TYPE OR PRINT NAME Miriam Morales TELEPHONE NO.: (575) 748-1471  
E-MAIL ADDRESS: mmorales@yatespetroleum.com

**Bureau of Land Management  
Carlsbad Field Office  
620 East Greene Street  
Carlsbad, New Mexico 88220  
575-234-5972**

**Off-Lease Sales of gas production  
Conditions of Approval**

**Yates Petroleum Corporation  
Roy AET Com #9H  
Lease NM125008 / CA Pending**

Approval of off-lease measurement is subject to the following conditions of approval:

1. This agency shall be notified of any change in sales method or location of the Sales point.
2. This agency shall be notified of any spill or discharge as required by NTL-3A. No gas may be vented/flared without proper measurement and prior approval. Any gas vented must be flared.
3. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments and/or product accountability.
4. This approval is subject to like approval by the New Mexico Oil Conservation Division.
5. Additional wells and/or leases require additional approvals.
6. This approval does not constitute right-of-way approval for any off-lease activities. Within 30 days, an application for right-of-way approval must be submitted to the Realty Section if not already done.
7. Approval for off-lease from various sources is a privilege which is granted to lessees/operators for the purpose of aiding conservation and extending the economic life of leases. Applicants should be cognizant that failure to operate in accordance with the provisions outlined in the Authorized Officer's conditions of approval and/or subsequent stipulations or modifications will subject such approval to revocation.