## off 1 25262> FORM APPROVED UNITED STATES - 3. OMB No. 1004-0135 DEPARTMENT OF THE INTERIOR Expires Jnovember 30, 2000 18 19 20 27 BUREAU OF LAND MANAGEMENT Lease Serial No. SUNDRY NOTICES AND REPORTS ON WELL'S NM-106906 not use this form for proposals to drill or reenter an 6. If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. Not Applicable 7. If Unit or CA/Agreement, Name and/o N TRIPLICATE – Other instructions on reverse side Not Applicable Oil Well X Gas Well Well Name and No. Name of Operator Applesauce AZR Federal #1 API Well No. Yates Petroleum Corporation Address Phone No. (include area code) 30-005-62532 105 South Fourth Street, Artesia, NM 88210 (505) 748-1471 10. Field and Pool, or Exploratory Area Location of Well (Footage, Sec., T., R., M., or Survey Description) WC Granite 500' FNL and 990' FWL, Unit D 11. County or Parish, State Section 25, T11S-R27E Chaves County, New Mexico 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Acidize Deepen Production (Start/Resume) Water Shut-Off Alter Casing Fracture Treat Reclamation Well Integrity X Subsequent Report Casing Repair **New Construction** Recomplete X Other Extend Change Plans Plug and Abandon Temporarily Abandon APD Final Abandonment Notice Convert to Injection Plug Back Water Disposal 13. Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date of any proposed work and approximate 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 Corporation wishes to extend the captioned well's APD expiration date for one (1) year to November 16, 2007. Sources at Yates Petroleum Corporation have relayed information to me that they believe there will not be enough H2S anticipated from the surface to the Strawn formation **GARY GOURLEY** to meet the OCD's minimum requirements for the submission of a contingency plan per Rule 118. MONTH PERIOD Previously Approved C-144 Attached APPROVED FOR ENDING Thank you. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Title Debbie L. Caffall email: debbiec@ypcnm.com Regulatory Agent / Land Department Date ignatu**x**e October 16, 2006 THIS SPACE FOR FEDERAL OR STATE USE Date Conditions of approval, if any, are attached. Approval of this notice does not warrant or Office certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon Title 18 U.S.C. Section 1001, make it a crime for any person knowingly and willfully to make to any department or agency of the United false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 For drilling and production facilities, submit to appropriate NMOOS District Office (1) For downstream facilities, submit to Santa Fe office

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105 South Fourth Street, Artesia, NM 88210

## Pit or Below-Grade Tank Registration or Closure

Type of action: Registration of a pit or b	pelow-grade tank 🐧 Closure of a pit or below	-grade tank 🔲	
Address: 104 South 4th Street, Artesia, New Mexico 88210 Pacility or well name: Applesauce AZR Federal #1 API #: 30-005	e: _505-748-4376 e-mail address:debblec@M -62532_U/L or Qtr/Qtr_NWNW_Sec25T_ NAD: 1927 [] 1983 [] Surface Owner:	11S R 27E	Private   Indian
Pit  Type: Drilling   Production   Disposal    Workover   Emergency    Lined   Unlined    Liner type: Synthetic   Thickness   12 mil   Clay   Volume	Relew-grade tank   Volume:bbl Type of fluid:   Construction material:   Double-walled, with leak detection? Yes [] If not, explain why not		_
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.)	Less than 50 feet 50 feet or more, but less than 100 feet 100 feet or more	(20 points) (10 points)	NOV 0 1 2004
Wellhead protection area: (Less than 200 feet from a private domestic water source, or less than 1000 feet from all other water sources.)	Yes No	(20 points)	OCD-ARTINGIA
Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	Less than 200 feet 200 feet or more, but less than 1000 feet 1000 feet or more	(20 points) (10 points)	
	Ranking Score (Total Points)	0	
If this is a pit closure: (1) attach a diagram of the facility showing the pit's onsite offsite. If offsite, name of facility date. (4) Groundwater encountered: No Yes If yes, show depth belodiagram of sample locations and excavations.	. (3) Attach a general description of remedial a ow ground surface ft. and attach sam	ction taken including re	soil sample results and a
I hereby certify that the information above is true and complete to the best of been/will be constructed or closed according to NMOCD guidelines [], a Date: 10/29/2004  Printed Name/Title Robert Asher/Regulatory Agent  Your certification and NMOCD approval of this application/closure does not otherwise endanger public health or the environment. Nor does it relieve the regulations.  Approved to the service of the provided of the property of the property of the provided of th	signature (I), or an (attached) alternative	OCD-approved plan [	]. ninate ground water or