BUREAU OF LAND MANAGEMENT			Budget Bureau N D Expires August 5. Lease Designation A Federal NM 6. IF INDIAN, ALLOTTEE	27061
(Do not use this form for propos	als to drill or to deepen or plug b TION FOR PERMIT—" for such pr	roposals.) RECEIVED		
j. OIL CAS J			7. UNIT AGREEMENT NAME	
Z. NAME OF OPERATOR Yates Petroleum Corporation			8. FARM OB LEASE NAME Crosby "TV" Federal	
 3. ADDRESS OF OPERATOR 3. ADDRESS OF OPERATOR 3. 105 South 4th Street, Artesia, NM 88210 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.) 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.) 4. AT SUFFACE 4. 660E 5. 15-85-25E 			9. WELL NO. #1 10. FIELD AND POOL, OE WILDCAT PECOS Slope Abo 11. SHC., T., B., M., OR BLE. AND SURVEY OF AREA	
14. PERMIT NO. 15. ELEVATIONS (Show whether DP, RT, CR, etc.)			15-85-25E 12. COUNTY OF PARISE 18. STATE	
API #30-005-61618	3599.3 GR		Chaves	NM
16. Check Ap	opropriate Box To Indicate N	lature of Notice, Report, or C		
NOTICE OF INTENTION TO: TEST WATER SHUT-OFF PULL OR ALTER CASING PRACTURE TREAT MULTIPLE COMPLETE SHOOT OR ACIDIZE ABANDON [®] REPAIR WELL CHANGE PLANS (Other) Cff Lease Measurement X 7. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent)		WATER SHUT-OFF FRACTURE TREATMENT SHOOTING OR ACIDIZING (Other) (NOTE : Report results Completion or Recompl	DUBNT REPORT OF:	

This request seeks approval for off-lease measurement of natural gas from the subject well. Transwestern Pipeline Company agreed to transport gas from this well if Yates would build a gathering line to deliver the gas to existing Transwestern pipeline facilities. The gas sales meter will be read and maintained by Transwestern, but the meter is located nearby off-lease (see attached map). Yates will maintain the gathering flow lines in a safe condition and will pay royalty due on gas lost to leaks or failures based on the preceeding 30-day average rate. Yates will obtain all necessary rights-of-way before installing flow lines. All separation and liquid storage and sales facilities will be located on the originating lease. Yates believes that offlease measurement is necessary for this well as the only practical way to bring this gas to market with attendant economic benefit to working interest owners, royalty owners and the public through production taxes.

13. I hereby certify that the foregoing is true and correct SIGNED Howe Boulau	TITLEEngineering Manager	DATE January 7, 1988
(This space for Federal or State office use)		ASPROVED
APPROVED BY CONDITIONS OF APPROVAL, IF ANY :	TITLE	APPROVED
		JAN 1 9 1988
*S4	e Instructions on Reverse Side	BUREAU OF LAND MANAGEMENT
Title 18 U.S.C. Section 1001, makes it a crime for a	t ny person knowingly and willfully to make t	BUREAU OF L RESOURCE AREA

United States any faise, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

CROSEY "TN" FEDERAL # 1

OFF-LEASE MEASUREHENT

