CRA BLM FORMAT

APPLICATION FOR SURFACE COMMINGLING OFF LEASE STORAGE AND MEASUREMENT APPROVAL

This Format Should Be Attached To A Sundry Notice

To: Bureau of Land Management
P.O. Box 1778
Carlsbad, NM 88221-1778

Yates Petroleum Corporation (Operator's Name) is requesting approval for surface commingling and off lease storage and measurement of hydrocarbon production form the following formation(s) and well(s) on Federal Lease No.NM-023855-B; Lease Name:Apollo APU Federal..

Wel No.	Loc.	Sec.	Twp.	Rng.	Formation
1	B	15	19S	25E	Dagger Draw Upper Penn, North

with hydrocarbon production from the following formation(s) and well(s) on a Federal lease No. NM-82845; Polo AOP Federal.

Well No.	Loc.	Sec.	Twp.	Rng.	Formation
1	K	10	19S	25E	Dagger Draw Upper Penn, North
2	J	10	19S	25E	Dagger Draw Upper Penn, North
3	M	10	19S	25E	Dagger Draw Upper Penn, North
4	N	10	19S	25E	Dagger Draw Upper Penn, North

Production from the well involved is as follows:

Well Name and No.	BOPD	Oil Gravity	MCFPD
Apollo APU Fed. #1	0	0	0
Polo AOP Fed. #1	94.4	43.5	88
Polo AOP Fed. #2	5	43.5	44
Polo AOP Fed. #3	233.3	43.5	311
Polo AOP Fed. #4	419	43.5	443

The proposed operation is described in detail on the attached diagrams.

A map is enclosed showing the location of all the wells that will contribute production to the proposed commingling/common storage facility.

A schematic diagram is also attached which clearly identifies all equipment that will be utilized.

The storage and measuring facility is located at NWSE-1/4, Sec. 10, T19S, R25E, on Federal lease Polo AOP #2, Eddy County, New Mexico. BLM will be notified if there is any future change in the facility location.

Details of the proposed method of allocating production to contributing sources is as follows:

Continued. ....