

MARTIN YATES, III
1912 - 1985
FRANK W. YATES
1936 - 1986



105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210-2118
TELEPHONE (505) 748-1471

S. P. YATES
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RANDY G. PATTERSON
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TREASURER

September 13, 2006

2006 SEP 15 PM 2 12

To:
ARTESIA

Will Jones
State of New Mexico
OIL CONSERVATION DIVISION
1220 South Saint Francis Drive
Santa Fe, NM 87505

Re: Chosa ATR Federal Com #3

30-015-34441

Dear Mr. Jones,

Enclosed please find a copy of form C-107 (Application for Multiple Completion) on Yates Petroleum Corporation Chosa ATR Federal Com #3, 17-25S-26E, Eddy County, New Mexico.

If you have any questions or need additional information, please call me at (505) 748-4361.

Sincerely,

Debbie Chavez
Engineering Technician

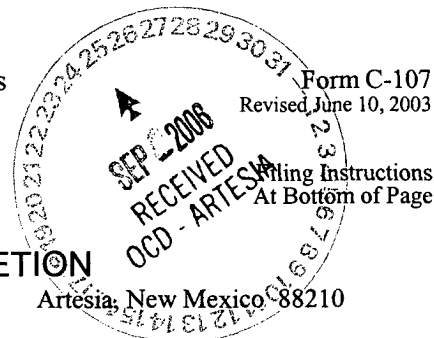
Enclosures



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



APPLICATION FOR MULTIPLE COMPLETION

Yates Petroleum Corporation
Operator

105 S. Fourth Street
Address

Artesia, New Mexico 88210

Chosa ATR Federal Com	3	J	17-25S-26E	Eddy
Lease	Well No.	Unit Ltr. - Sec - Twp - Rge	County	

All applicants for multiple completion must complete Items 1 and 2 below.			
1. The following facts are submitted:	Upper Zone	Intermediate Zone	Lower Zone
a. Name of Pool and Formation	Sage Draw; Wolfcamp		Chosa Draw; Morrow
b. Top and Bottom of Pay Section (Perforations)	9,120-9,121'		11,518-11,984'
c. Type of production (Oil or Gas)	Gas		Gas
d. Method of Production (Flowing or Artificial Lift)	Flowing		Flowing
e. Daily Production X Actual X Estimated Oil Bbls. Gas MCF Water Bbls.	Estimated (Flow Chart) 384 mcf		Actual 2338 mcf 0 bopd 0 bwpd

2. The following must be attached:
- Diagrammatic Sketch of the Multiple Completion, showing all casing strings, including diameters and setting depths, centralizers and/or turbolizers and location thereof, quantities used and top of cement, perforated intervals, tubing strings, including diameters and setting depth, location and type of packers and side door chokes, and such other information as may be pertinent.
 - Plat showing the location of all wells on applicant's lease, all offset wells on offset leases, and the names and addresses of operators of all leases offsetting applicant's lease.
 - Electrical log of the well or other acceptable log with tops and bottoms of producing zones and intervals of perforation indicated thereon. (If such log is not available at the time application is filed it shall be submitted as provided by Rule 112-A.)

OPERATOR:

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

Signature Debbie Chavez

Printed Name & Title
Debbie Chavez
Engineering Technician

E-mail address
debe@ypcnm.com
Date 9/12/06 Telephone (505)748-4361

OIL CONSERVATION DIVISION

Approved by _____

Title _____

Date _____

NOTE: If the proposed multiple completion will result in an unorthodox well location and/or a non-standard proration unit in one or more of the producing zones, then separate application for approval of the same should be filed simultaneously with this application.

FILING INSTRUCTIONS:

- District Approval -- See rule 112-A-B -- Submit 4 copies of Form C-107 with attachments to appropriate district office.
- Division Director Administrative Approval -- See Rule 112-C -- Submit 2 copies of Form C-107 with attachments to Division office in Santa Fe and 2 copies of Form C-107 with attachments to appropriate district office.
- Multiple completions not qualifying for District or Division Director approval may be set for hearing as outlined in Rule 112-A-E.

WELL NAME: Chosa ATR Federal Com #3 FIELD: _____
 LOCATION: _____ Eddy Co., NM
 GL: 3,389' ZERO: _____ KB: _____
 SPUD DATE: 1/24/06 COMPLETION DATE: _____
 COMMENTS: 30-015-34441

CASING PROGRAM

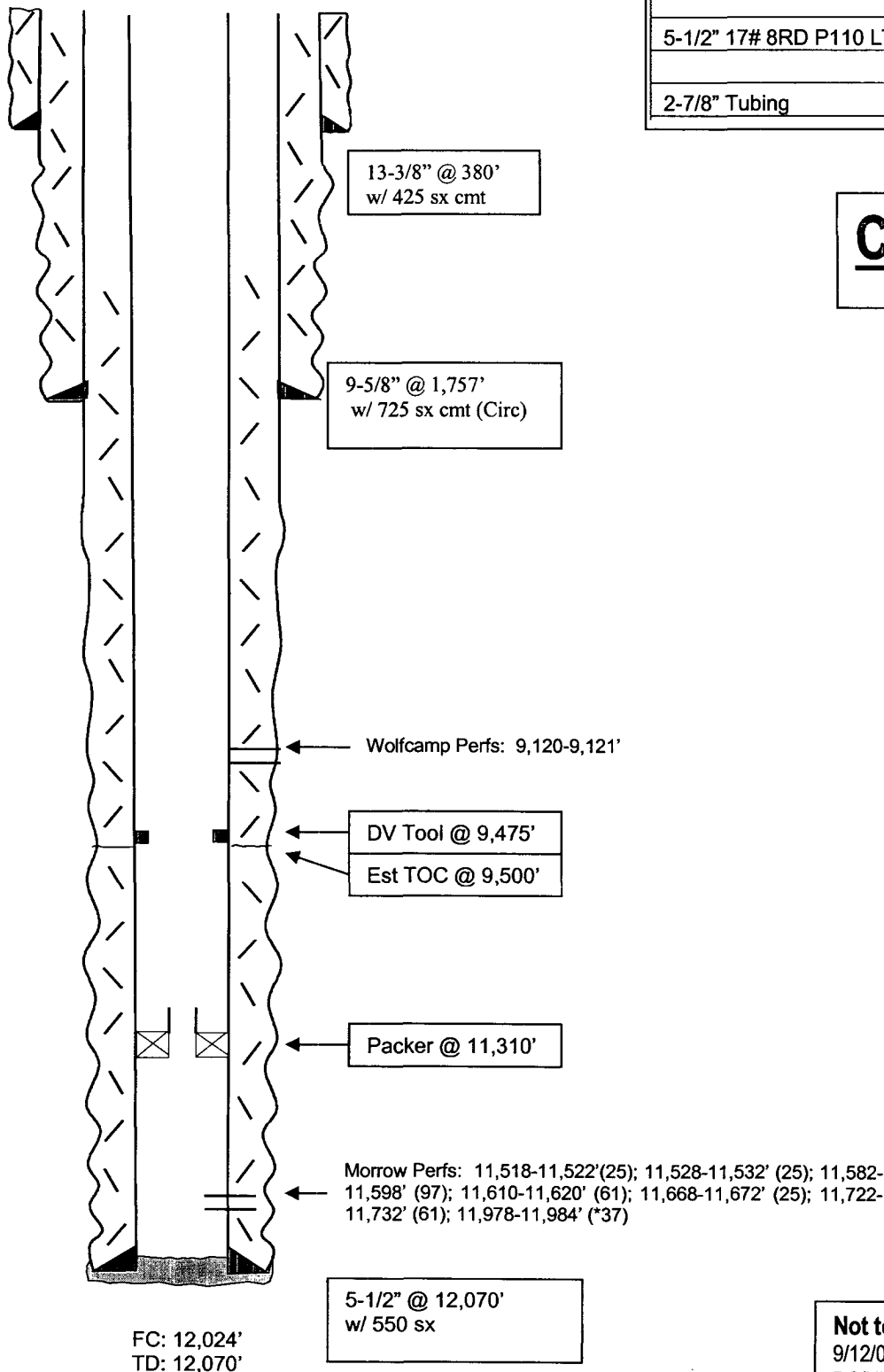
13-3/8" 48# H40 R3 STC	<u>380'</u>
9-5/8" 36# J-55 8rd STC	<u>1,757'</u>
5-1/2" 17# 8RD P110 LTC	<u>12,070'</u>
2-7/8" Tubing	<u>11,310'</u>

Current

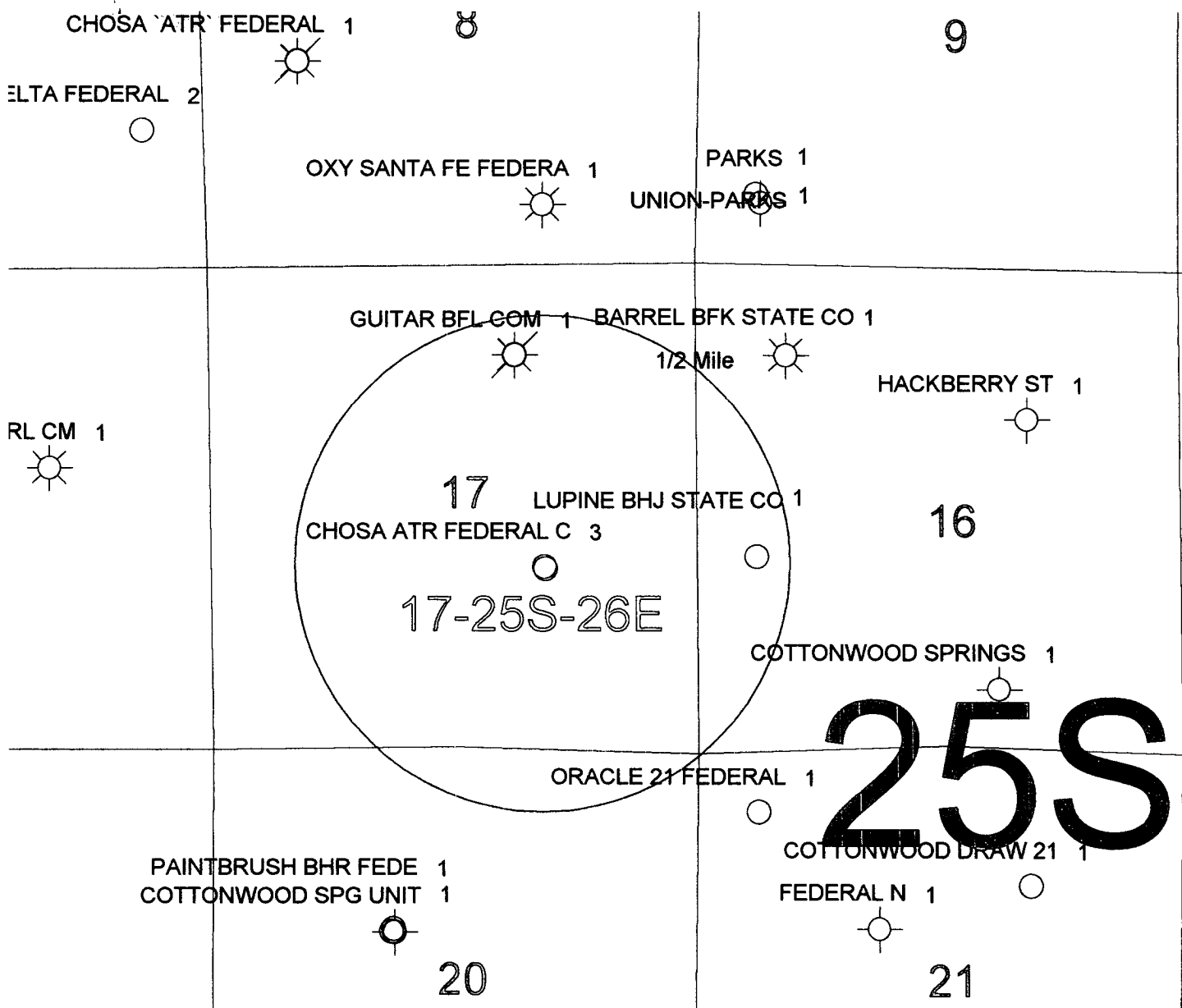
17-1/2"
Hole

12-1/4" Hole

8-3/4" Hole



Not to Scale
 9/12/06
 DC/Hill



YATES PETROLEUM

Chosa ATR Federal Com #3

Author:
Debbie Chavez

Date:
12 September, 2006

M Hill