	N.M. C' Cons.	Division	
Form 3160-5 (June 1990) DEPAR BUREAL	UNITED STATES TMENT OF THE IN HODDS, NM 88 J OF LAND MANAGEMENT	Dr.FORM APPROVED240Budget Bureau No. 1004-0135 Expires: March 31, 1993	
SUNDRY NO Do not use this form for proposals to drill or Use "APPLICATION FO	 5. Lease Designation and Serial No. NMNM81274 6. If Indian, Allottee or Tribe Name 		
SUBMIT IN	7. If Unit or CA, Agreement Designation		
1. Type of Well Oil Gas X Well Well Other		8. Well Name and No. Thyme APY Federal #11	
2. Name of Operator Yates Petroleum Corporation	9. API Well No. 30-025-36192		
3. Address and Telephone No. 105 South Fourth Street, Artesia, NM 88	10. Field and Pool, or Exploratory Area Red Tank/Delaware W. Diamondtail/Bone Spring.		
4. Location of Well (Footage, Sec., T., R., M., or Survey	11. County or Parish, State		
Section 1-T23S-R32E UnitL 1650' FSI		Lea County, NM	
12. CHECK APPROPRIATE BO TYPE OF SUBMISSION	DX(s) TO INDICATE NATURE OF NOTICE, TYPE OF ACTION	REPORT, OR OTHER DATA	
Notice of Intent Subsequent Report Final Abandonment Notice	Abandonment Abandonment Recompletion Plugging Back Casing Repair Altering Casing Other Addition to Off Lease	Change of Plans New Construction Non-Routine Fracturing- Water Shut-Off Conversion to Injection Dispose Water	
	Measurement, Surface Commingle	(Note : Report results of multiple completion on Well completion or Recompletion Report and Log Form)	

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Yates Petroleum Corporation respectfully request administrative approval for the addition to Off Lease Measurement, Surface Commingle previously filed January 29, 1997. Please see attached application.

Application has also been made to the Oil Conservation Division Santa Fe , District Office, and Commisioner of Public I 1.38 C 2

Gas from this well is measured on lease and processed through the Amanda Gas System.

SEE ATTACHED FOR CONDITIONS OF APPROVAL

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16 05 62

Title Production Secretary Date November 24, 2003	Date November 24, 2003
Tide the	
1) DAVID F. GLADUE Date	Date
Ta crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements hin its jurisdiction	r agency of the United States any false, fictitious or fraudulent statements
GLASS GWW	
The use Date DAVID GASTE Date Date Solution Date	Date

Yates Petroleum Corporation is requesting approval for the addition of the Thyme APY Federal #11 to the surface commingling and off lease storage and measurement of hydrocarbon production from the following formation(s) and well(s) on Federal Lease No. <u>NMNM81274</u>; Lease Name <u>Thyme APY Federal</u>.

Well No.	Loc.	Sec.	<u>Twp</u> .	<u>Rng</u> .	Formation.	<u>API No</u>
1 2 3 11	B G C L	1 1 1 1	23S 23S 23S 23S	32E 32E 32E 32E	Red Tank/Bone Spring Red Tank/Bone Spring Red Tank/Delaware W Red Tank/Delaware W Diamondtail/Bone Spring	30-025-33370 30-025-33529 30-025-33530 30-025-36192

with hydrocarbon production from the following formation(s) and well(s) on a State lease: No. V-4297 Lease Name Coriander AOC

Well <u>No</u> .	Loc.	Sec.	<u>Twp</u> .	<u>Rng</u> .	Formation.	
1	в	1	238		Red Tank/Bone Spring Red Tank/Delaware W.	30-025-33531

The battery is located at the Thyme APY Federal #1. Please see attached plat and site facility diagram.

The working interest owners Have been notified of the proposal.

Application to all BLM, OCD, & Commissioner of Public Lands have been made.

The proposed commingling of production is in the interest of conservation and will not result in reduced royalty or improper measurement of production. Estimated daily production for the Thyme APY Federal #11 is 19 bls of oil, and 50 mcf.

The purpose of the surface/pool commingling, lease commingling, off lease storage and measurement is to reduce operating costs for storage and treating, thereby extending the economic life of each well. Without approval for utilizing existing batteries on adjacent leases, it will become necessary to built separate facilities for each well. This will greatly increase costs and shorten the economic life of the well.

The proposed commingling is necessary for economic operation of the above referenced leases.

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 it we have not already done so.

Sincerely,

aute Reyes

Production Clerk

100, Llobbe, NM S U WO Drewer DD, Artesia, NM District LI 1000 Rio Brease Kd., Artes, District IV PO Bez 2083, Santa Fe, NM	1 55211-0719 NM 87410	OIL CONSER	New Mexico Natural Reserves Department VATION DIVISIO Box 2088 NM 87504-2088		R	Losin ppropriate State L Fee L	Form C-102 Form C-102 Fuilty 10, 1994 Uctions on back District Office case - 4 Copies case - 3 Copies DED REPORT
÷	WELL LC	CATION AND	ACREAGE DEDI	CATION PL	AT		
API Numb		* Pool Cede	RED TANK J	1 Beach M			<u>.</u>
* Property Code	THY		operty Name			· •	ai headar
025575		THYME "APY" FEDERAL 'Operator Name YATES PETROLEUM CORPORATION					Erraise
		1º Sur	face Location		<u></u>	*	
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		ttom Hole Locati	on If Different Fr	om Surface	L		
UL or lot po. Soction	Township Range	Lot Ida Feel from	the North/South Hae	Fast from the	East/Wes	4 Daw	Сочыту
" Dedicated Acres " Joint 40	or Infill Constitution	as Code "Order No.	· · · · · · · · · · · · · · · · · · ·		!	<u>}</u>	
14 NM-81274 990'			AS BEEN APPROVED	17 OPER 1 hardry cont 1 we and comp 1 ft 1 ft 1 ft 10-10 Date 18 SURV 1 hardry comp we plotted for me or weder	ATOR by the in the in plate to the in a tory / -96 'EYOR by that the in your field acc	Kormation co has of my but R. M Agent CERTI al location f at of scand s ar, and that i	FICATION

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105 South 4th Street * Artesia, NM 88210

Thyme APY & Coriander AOC Tank Battery 30-025-36192 1650' FSL & 990' FWL * Sec.1-T23S-R32E * Unit L Lea County, NM

X + tea

(505) 748-1471 Gene Poteet - Foreman November 19, 2003 Sight Security Diagram







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