

Form 3160-5
November 1983
Formerly 9-337

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
HOBBS, NEW MEXICO 88240

SUBMIT IN TRIPLICATE
(Other instructions on
reverse side)

Form approved.
Budget Bureau No. 1004-0135
Expires August 31, 1985

5. LEASE DESIGNATION AND SERIAL NO.

NM-15015

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME

Oakason Federal

9. WELL NO.

2

10. FIELD AND POOL, OR WILDCAT

Cato-San Andres

11. SEC., T., R., M., OR BLM. AND
SUBVY OR AREA

Sec 28, T7S-R31E

12. COUNTY OR PARISH 13. STATE

Chaves

NM

OIL WELL ☐ GAS WELL ☒ OTHER abandoned location

2. NAME OF OPERATOR

Yates Energy Corporation

3. ADDRESS OF OPERATOR

Sunwest Centre, Suite 1010, Roswell, NM 88201

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*

See also space 17 below.)
At surface

1980' FSL & 660' FWL

14. PERMIT NO.

15. ELEVATIONS (Show whether DF, RT, GR, etc.)

4309.7' GR

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

TEST WATER SHUT-OFF

FRACTURE TREAT

SHOOT OR ACIDIZE

REPAIR WELL

(Other)

PULL OR ALTER CASING

MULTIPLE COMPLETE

ABANDON*

CHANGE PLANS

SUBSEQUENT REPORT OF:

WATER SHUT-OFF

FRACTURE TREATMENT

SHOOTING OR ACIDIZING

(Other)

REPAIRING WELL

ALTERING CASING

ABANDONMENT*

(NOTE: Report results of multiple completion on Well
Completion or Recompletion Report and Log form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of completion, and proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and points pertinent to this work.)*

This will please be accepted as an after-the-fact request for existing tank battery for lease production now from the Oakason Federal #1 well only. This tank battery is located on the wellpad for the once-proposed Oakason Federal #2 well, the application for which was withdrawn. Likewise we request authorization for a flowline previously laid on the surface of the ground from the #1 well to said battery site. Further, this lease is uneconomical, but we wish to keep the facilities intact until a future date. It is imperative (for economic reasons) that we explain that we cannot justify spending any money to move the battery that exists and to take up and dispose of the non-reclaimable plastic flowline to same. We beg to request that all of the above be accepted.

If/when we receive your approval to leave facilities as is, we will proceed to rehabilitate the unused portion of the Oakason Federal #2 pad in accordance with your specifications and in full cooperation with your Mr. John Crane.

For information, reference is made to your letter number 3100, dated May 1, 1986.

18. I hereby certify that the foregoing is true and correct

SIGNED

TITLE Engineer

DATE 5/05/86

(This space for Federal or State Representative)

APPROVED BY

TITLE

Area Manager

DATE

JUN 5 1986

CONDITIONS OF APPROVAL, IF ANY:

Approval subject to the attached letter of 6/5/86 and applicable APD conditions of approval for the Oakason Fed. #1, 330' FSL, 660' FWL, Sec. 28, T7S, R31E.

*See Instructions on Reverse Side



IN REPLY REFER TO:

United States Department of the Interior

3100

BUREAU OF LAND MANAGEMENT ROSWELL RESOURCE AREA

P.O. DRAWER 1857
ROSWELL, NEW MEXICO 88201

June 5, 1986

Yates Energy Corporation
Attn: John McMinn
Sunwest Centre, Suite 1010
Roswell, New Mexico 88201

Lease No.: NM 15015
Well Name & No.: Oakason Fed. # 2
Location: 1980 FSL, 660 FWL
T. 7 S., R. 31 E., Sec. 28

Dear Mr. McMinn:

We will allow Yates Energy to leave a tank battery and associated facilities on the # 2 Oakason wellpad which was constructed but never drilled. Enclosed is an approved Sundry Notice for the facilities. The approval will be subject to the following conditions:

1. Construct a two foot high earthen berm along the boundary between the area to be reclaimed and the unreclaimed area (See enclosed wellpad diagram). Use caliche scraped up from the reclaimed area to build this berm. Extend the berm on both ends off the wellpad about 10 feet into undisturbed vegetation. This should limit vehicular traffic to the unreclaimed area.
2. Fill cellar with scraped up caliche. Rip the entire reclaimed area to a depth of at least 18 inches. Rips should be no further than 18 inches apart.
3. Reseed the area according to the enclosed specifications with Seed Mix # 2 - Sandy Sites.

These requirements must be completed within 60 days of your receipt of the approved Sundry Notice. Contact Skip Renschler at our office if you have any questions.

Thanks for your cooperation.

Sincerely,

Thomas B. Meyer

for Phil Kirk
Area Manager
Roswell Resource Area