

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
811 S. First St., Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals & Natural Resources

Form C-104  
Revised August 1, 2011  
**NM OIL CONSERVATION**  
Submitted by to appropriate District Office

Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

AUG 29 2014 AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TRANSPORT

|   |   |   |
|---|---|---|
| <sup>1</sup> Operator name and Address<br>Yates Petroleum Corporation<br>105 South Fourth Street<br>Artesia, NM 88210 |   | <sup>2</sup> OGRID Number<br>025575                       |
|   |   | <sup>3</sup> Reason for Filing Code/ Effective Date<br>NW |
| <sup>4</sup> API Number<br>30 -015 -41725   | <sup>5</sup> Pool Name<br>Penasco Draw; San Andres-Yeso | <sup>6</sup> Pool Code<br>50270                           |
| <sup>7</sup> Property Code<br>12594   | <sup>8</sup> Property Name<br>Nickson BM                | <sup>9</sup> Well Number<br>5H                            |

II. <sup>10</sup> Surface Location

|                    |               |                 |              |         |                      |                           |                      |                        |                |
|--------------------|---------------|-----------------|--------------|---------|----------------------|---------------------------|----------------------|------------------------|----------------|
| UL or lot no.<br>A | Section<br>30 | Township<br>18S | Range<br>26E | Lot Idn | Feet from the<br>600 | North/South Line<br>North | Feet from the<br>150 | East/West line<br>East | County<br>Eddy |
|--------------------|---------------|-----------------|--------------|---------|----------------------|---------------------------|----------------------|------------------------|----------------|

<sup>11</sup> Bottom Hole Location

|                    |               |                 |              |              |                      |                           |                      |                        |                |
|--------------------|---------------|-----------------|--------------|--------------|----------------------|---------------------------|----------------------|------------------------|----------------|
| UL or lot no.<br>D | Section<br>30 | Township<br>18S | Range<br>26E | Lot Idn<br>1 | Feet from the<br>406 | North/South line<br>North | Feet from the<br>237 | East/West line<br>West | County<br>Eddy |
|--------------------|---------------|-----------------|--------------|--------------|----------------------|---------------------------|----------------------|------------------------|----------------|

|                             |   |   |                                   |                                    |                                     |
|-----------------------------|---|---|-----------------------------------|------------------------------------|-------------------------------------|
| <sup>12</sup> Lse Code<br>P | <sup>13</sup> Producing Method<br>Code<br>P | <sup>14</sup> Gas Connection<br>Date<br>7/17/14 | <sup>15</sup> C-129 Permit Number | <sup>16</sup> C-129 Effective Date | <sup>17</sup> C-129 Expiration Date |
|-----------------------------|---|---|-----------------------------------|------------------------------------|-------------------------------------|

III. Oil and Gas Transporters

|                                    |  |                     |
|------------------------------------|--|---------------------|
| <sup>18</sup> Transporter<br>OGRID | <sup>19</sup> Transporter Name<br>and Address                                    | <sup>20</sup> O/G/W |
| 016696                             | Occidental Energy Trans, LLC<br>5 Greenway Plaza, Suite 110<br>Houston, TX 77046 | O                   |
| 147831                             | Agave Energy Company<br>105 South Fourth Street<br>Artesia, NM 88210             | G                   |
|                                    |  |                     |
|                                    |  |                     |
|                                    |  |                     |
|                                    |  |                     |

IV. Well Completion Data

|  |                                       |                            |                              |   |                       |
|--|---------------------------------------|----------------------------|------------------------------|---|-----------------------|
| <sup>21</sup> Spud Date<br>RH 3/27/14<br>RT 4/1/14 | <sup>22</sup> Ready Date<br>7/16/2014 | <sup>23</sup> TD<br>7,055' | <sup>24</sup> PBSD<br>7,008' | <sup>25</sup> Perforations<br>2,750'-6,950' | <sup>26</sup> DHC, MC |
| <sup>27</sup> Hole Size                            | <sup>28</sup> Casing & Tubing Size    | <sup>29</sup> Depth Set    | <sup>30</sup> Sacks Cement   |   |                       |
| 30"  | 20"                                   | 60'                        | 7 yds redi-mix to surface    |   |                       |
| 17-1/2"  | 13-3/8"                               | 1,005'                     | 1405 sx (circ)               |   |                       |
| 7-7/8"   | 5-1/2"                                | 7,055'                     | 1240 sx (circ)               |   |                       |
|  | 2-7/8"                                | 2,125'                     |                              |   |                       |

V. Well Test Data

|                                       |  |                                   |                                       |  |  |
|---------------------------------------|--|-----------------------------------|---------------------------------------|--|--|
| <sup>31</sup> Date New Oil<br>7/31/14 | <sup>32</sup> Gas Delivery Date<br>7/17/14 | <sup>33</sup> Test Date<br>8/4/14 | <sup>34</sup> Test Length<br>24 hours | <sup>35</sup> Tbg. Pressure<br>175 psi | <sup>36</sup> Csg. Pressure<br>70 psi  |
| <sup>37</sup> Choke Size<br>NA        | <sup>38</sup> Oil<br>125                   | <sup>39</sup> Water<br>1725       | <sup>40</sup> Gas<br>83               |  | <sup>41</sup> Test Method<br>Pump Test |

|  |                     |  |
|--|---------------------|--|
| <sup>42</sup> I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.<br>Signature: <i>Laura Watts</i><br>Printed name: Laura Watts<br>Title: Regulatory Reporting Technician<br>E-mail Address: laura@yatespetroleum.com<br>Date: August 8, 2014 | Phone: 575-748-4272 | OIL CONSERVATION DIVISION<br>Approved by: <i>[Signature]</i><br>Title:<br>Approval Date: 9-5-14<br><b>DENIED</b> |
|--|---------------------|--|

Cannot Produce until Non Standard  
Location is approved.

*[Signature]*