As a condition of approval, if during pit construction water is

encountered or if water seeps in pits 1301 w. after construction the OCD MUST District II BE CONTACTED IMMEDIATEY!

District IV

District I

1625 N. Fr

District II

1000 Rio 1

A PIT CLOSURE PLAN MUST y MBE APPROVED PRIOR TO THE COMMENCEMENT OF Oil CLOSURE OPERATIONS. 12.

Form C-101 March 4, 2004

nit to appropriate District Office State Lease - 6 Copies Fee Lease - 5 Copies

Santa Fe, NM 87505 1220 S. St. Francis Dr., Santa Fe, NM 87505

☐ AMENDED REPORT APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE Operator Name and Address OGRID Number 025575 Yates Petroleum Corporation 105 South Fourth Street API Number 30-005 63560 Artesia, NM 88210 Property Code Property Name 12691 OOD-ARTESIA Rolla TC ⁷ Surface Location Lot Idn Feet from the UL or lot no. Section Township North/South line Feet from the East/West line Range County 30 98 26E 1980 South 660 East Chaves Proposed Bottom Hole Location If Different From Surface UL or lot no. Section Lot Idn Feet from the North/South line Feet from the Township Fast/West line County 9 Proposed Pool 1 ¹⁰ Proposed Pool 2 Undesignated Foor Ranch Pre-Permian **Drilling Pit Location and Other Information** UL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line County 9S 30 26E 1980 South 660 Chaves Depth to ground water Distance from nearest fresh water well Distance from nearest surface water 50 er more / less than 100 More than 1000 1000' or more 11 Work Type Code 12 Well Type Code 13 Cable/Rotary Lease Type Code 15 Ground Level Elevation N G Fee 3738 16 Multiple 17 Proposed Depth 18 Formation 19 Contractor 20 Spud Date 5815' Undesignated Precambrian N Not Determined ASAP ²¹ Proposed Casing and Cement Program Hole Size Casing Size Casing weight/foot Setting Depth Sacks of Cement Estimated TOC 12.25" 8.625" 24# 1100' 550 0 7.875" 5.5" 15.5# 5815' 500 TOC-3800' Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary. Yates Petroleum Corporation proposes to drill and test the Precambrian and intermediate formations. Approximately 1100' of surface casing will be set and cement circulated. If commercial, production casing will be run and cemented, will perforate and stimulate as needed for production. MUD PROGRAM: 0-1100' FWGel, Paper, LCM; 1100'-4270' Brine; 4270'-TD Starch/Salt Gel BOPE PROGRAM: A 3000# BOPE will be installed on the 8.625" casing and tested daily. Sources at Yates Petroleum Corporation have relayed information to me that they believe there will not be enough H2S anticipated from the surface to the Precambrian Formation to meet the OCD's minimum requirements for the submission of a contingency plan per Rule 118 Previously Approved. CEMENT TO COVER ALL OIL, GAS AND WATER ²³ I hereby certify that the information given above is true and complete to the BEARING ZONES OIL CO best of my knowledge and belief. I further certify that the drilling pit will be Glariete constructed according to NMOCD guidelines □, a general permit ⊠,or Approved by Signatu Printed name: Debbie Caffall Title Approval MAR 3 1 2006 Title: Regulatory Agent / Land Department **Expiration Date:** E-mail Address: debbiec@ypcnm.com NOTIFY OCD OF SPUD & TIME Date: 03/29/2006 Phone: (505) 748-4376 TO WITNESS CEMENTING OF

SURFACE CASING

DISTRICT I 1625 M. French Dr., Hobbs, 104 68240 DISTRICT II 811 South Pirst, Artesia, NM 88210 DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV 2040 South Pacheco, Santa Fe. NM 57505

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102 Revised March 17, 1999 instruction on back Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

OIL CONSERVATION DIVISION P.O. Box 2088

Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name Undesignated Foor Ran	h; Pre-Permian		
Property Code 12691		Property Name ROLLA "TC"			
ogrid No. 025575	-	Operator Name YATES PETROLEUM CORPORATION			

Surface Location

1	UL or lot No.	Section	Township	Range	Lot idn	Feet from the	North/South line	Feet from the	East/West line	County
	1	30	95	26E		1980	SOUTH	660	EAST	CHAVES

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Peet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres	Joint o	r Infill (Consolidation	Code Or	der No.				
320									

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

		····	
			OPERATOR CERTIFICATION / hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.
			Signature Debbie Caffall Printed Name
			Regulatory Agent Title 3/10/2006 Date
		N.33"30'06.3" W.104°19'50.8"	SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my
·	FEE	G660°	supervison, and that the same is true and correct to the best of my belief. 4/03/2003
		1980'	Bate Surveyed Signatura VE Scient of Professional Surveyor EV MEXICO OF THE STREET OF THE SURVEY O
			CARRIED NO METS PROPERTY JONES RLS 3640
0 330' 660' 990' 1650' 1980' 2310'	2310' 1980' 1850'	990' 660' 330'),

2310' 1980' 1650'

990' 660' 330'