

District I
1625 N French Dr, Hobbs, NM 88240
District II
1301 W Grand Ave, 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 and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-101

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DEC 5 2007
OCD-ARTESIA

APPLICATION FOR PERMIT TO DRILL

Operator Name and Address Yates Petroleum Corporation 105 South Fourth St. Artesia, NM 88210		OGRID Number 25575
		API Number 30-5-63595
Property Code 32721	Property Name Oreck BDO Com.	Well No 001

Surface Location

UL or Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
H	21	10S	26E		990	N	1650	E	Chaves

Proposed Pools

PRECAMBRIAN				
Work Type New Well	Well Type Gas	Cable/Rotary	Lease Type Private	Ground Level Elevation 3720
Multiple N	Proposed Depth 6225	Formation Undesignated Precambrian	Contractor	Spud Date 8/14/2003

Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	14.75	11.75	42	600	500	0
Int1	11	8.625	24	1600	100	1400
Prod	7.875	5.5	15.5	6225	600	3800

Casing/Cement Program: Additional Comments

Yates Petroleum Corporation proposes to drill/test the Pre-Cambrian and intermediate formations. Approximately 600 ft. of surface casing will be set/cemented. *A string of 8 5/8" intermediate casing will be set if lost circulation is encountered. If commercial, production casing will be run/cemented, will perforate/stimulate as needed for production. CEMENT TO COVER ALL OIL, GAS & WATERBEARING ZONES. MUD PROGRAM: 0-600 ft. FW Gel/Paper/LCM; 600-1300 ft. Cut Brine; 1300-4280 ft. Brine; 4280-TD Starch/Salt Gel. No H2S is anticipated.

Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Double Ram	2000	2000	

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

Electronically Signed By: Robert Asher

Title: Regulatory Technician

Date: 8/13/2003 Phone: 505-748-4364

OIL CONSERVATION DIVISION

Electronically Approved By: Bryan Arrant

Title: Geologist

Approval Date: 8/18/2003 Expiration Date: 8/18/2004

Conditions of Approval:
There are conditions. See Attached.

District I

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1000 Rio Brazos Rd , Aztec, NM 87410

District IV

1220 S St Francis Dr , Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-102

Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505**WELL LOCATION AND ACREAGE DEDICATION PLAT**

API Number 30-5-63595	Pool Name PRECAMBRIAN	Pool Code
Property Code 32721	Property Name Oreck BDO Com.	Well No 001
OGRID No 25575	Operator Name Yates Petroleum Corporation	Elevation 3720

Surface And Bottom Hole Location

UL or Lot H	Section 21	Township 10S	Range 26E	Lot Idn	Feet From 990	N/S Line N	Feet From 1650	E/W Line E	County Chaves
Dedicated Acres 320		Joint or Infill		Consolidation Code		Order No			

		■	

OPERATOR CERTIFICATION*I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.*

Electronically Signed By: Robert Asher

Title: Regulatory Technician

Date: 8/13/2003

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 supervision, and that the same is true and correct to the best of my belief.*

Electronically Signed By: Herschel L. Jones

Date of Survey: 8/5/2003

Certificate Number: 3640

PD Conditions Of Approval

Operator: 25575 Yates Petroleum Corporation

Well: Oreck BDO Com. 001

OCD Reviewer	Condition
BARRANT	Notify OCD time of spud and time to witness the cementing of surface casing

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., 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 and Natural Resources

Form C-103
March 4, 2004

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO.
30-005-63595

5. Indicate Type of Lease
STATE ☐
FEE ☒

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name
Oreck "BDO" Com

8. Well Number
1

9. OGRID Number
025575

10. Pool name or Wildcat
Precambrian

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH
PROPOSALS.)

1. Type of Well:
Oil Well ☐ Gas Well ☒ Other

2. Name of Operator
Yates Petroleum Corporation

JUL 26 2007

3. Address of Operator
105 South 4th Street, Artesia, New Mexico, 88210

OCD-ARTESIA

4. Well Location
Unit Letter: : B 990 feet from the North line and 1980 feet from the East line

Section 21 Township 10S Range 26E County Chaves

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3735' GR

Pit or Below-grade Tank Application (For pit or below-grade tank closures, a form C-144 must be attached)

Pit Location: B Sect 21 Twp 10S Rng 26E Pit type Drilling Depth to Groundwater >100' Distance from nearest fresh water

well >1000' Distance from nearest surface water >1000' Below-grade Tank Location UL Sect Twp Rng ; feet
from the line and feet from the East line

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:
PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPLETION ☐
OTHER: ☐

SUBSEQUENT REPORT OF:
REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐
CASING TEST AND CEMENT JOB ☐
OTHER: ☒ Extend APD

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Yates Petroleum Corporation wishes to extend the captioned well's APD expiration date for one (1) year to August 03, 2008.

Sources at Yates Petroleum Corporation have relayed information to me that they believe there will not be enough H2S found from the surface to the Precambrian formation to meet the OCD's minimum requirements for the submission of a contingency plan per rule 118.

Thank you,

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☒ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Debbie S. Caffall TITLE Regulatory Agent/Land Department DATE July 24, 2007

Type or print name: Debbie Caffall E-mail address: debbiec@ypcnm.com Telephone No. (505) 748-4376

(This space for State use)

BRYAN G. ARRANT

APPROVED BY DISTRICT II GEOLOGIST TITLE

DATE JUL 31 2007

Conditions of approval, if any:

District I
1625 N. French Dr., Hobbs, NM 88240

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1000 Rio Brazos Rd., Aztec, NM 87410

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State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised October 12, 2005
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number	² Pool Code	³ Pool Name Precambrian
⁴ Property Code	⁵ Property Name Oreck "BOD"	⁶ Well Number # 1
⁷ OGRID No. 025575	⁸ Operator Name STATES PETROLEUM CORPORATION	⁹ Elevation 3735

¹⁰ Surface Location

UL or lot no. B	Section 21	Township 10S	Range 26E	Feet from the 990	North/South line North	Feet from the 1980	East/West line East	County Chaves
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¹¹ Bottom Hole Location - Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
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¹² Dedicated Acres 320- E/2	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
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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.

<div style="position: relative; height: 400px;"> <div style="position: absolute; top: 10%; left: 40%; transform: rotate(-45deg);">990'</div> <div style="position: absolute; top: 45%; left: 50%;">1980'</div> <div style="position: absolute; top: 60%; left: 40%;">Fcc</div> </div>	¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or leased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. Signature: <i>Debbie Caffall</i> Date: <i>07/24/2007</i> Debbie Caffall Regulatory Agent Printed Name	
	¹⁸ 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 supervision, and that the same is true and correct to the best of my belief.	
	Date of Survey Signature and Seal of Professional Surveyor.	
	Certificate Number	

DISTRICT I
 1000 N. French St., Dallas, TX 75208
 DISTRICT II
 311 South West, Austin, TX 78708
 DISTRICT III
 1000 E. Brown St., Austin, TX 78719
 DISTRICT IV
 2222 South Fulshear, Santa Fe, NM 87505

STATE OF NEW MEXICO
 Energy, Minerals and Natural Resources Department

Revised March 27, 1999
 Information on back
 Submit to Appropriate District Office
 State Letter - 4 Copies
 Fee Letter - 8 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 Precambrian
Property Code	Property Name ORECK "800" COM.		Well Number 1
OSM No. 000076	Operator Name YATES PETROLEUM CORPORATION		Elevation 3735

Surface Location

TL or Lot No.	Section	Township	Range	Lot No.	Feet from the	North/South Line	Feet from the	East/West Line	County
8	21	10S	26E		990	NORTH	1980	EAST	CHAVES

Bottom Hole Location If Different From Surface

TL or Lot No.	Section	Township	Range	Lot No.	Feet from the	North/South Line	Feet from the	East/West Line	County
Dedicated Acres 320		Joint or Infill		Consolidation Code		Order No.			

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

	OPERATOR CERTIFICATION I hereby certify the the information contained herein to true and complete to the best of my knowledge and belief. Signature Debbie L. Caffall Printed Name Regulatory Agent Date 6/28/2006 State	
	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 supervision, and that the same is true and correct to the best of my belief. Date Surveyed 10/28/2003 Signature of Surveyor Professional Seal Certificate No. 3540 State of New Mexico Surveyor	
	Note Surveyed Signature of Surveyor Professional Seal Certificate No. 3540 State of New Mexico Surveyor	
	Note Surveyed Signature of Surveyor Professional Seal Certificate No. 3540 State of New Mexico Surveyor	

0 200' 400' 600' 1000' 1200' 1400' 1600' 1800' 2000' 2200' 2400' 2600' 2800' 3000'

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
CHAIRMAN EMERITUS
JOHN A. YATES
CHAIRMAN OF THE BOARD
PEYTON YATES
PRESIDENT
FRANK YATES, JR.
EXECUTIVE VICE PRESIDENT
JOHN A. YATES, JR.
SENIOR VICE PRESIDENT

December 06, 2007

DEC 5 2007
OCD-ARTESIA

Oil Conservation Division District II
1301 W. Grand Avenue
Artesia, NM 88210

RE: Oreck BDO Com. #1 (30-005-63595)
990' FNL and 1980' FEL
Section 21, T10S-R26E
Chaves County, New Mexico

To Whom It May Concern:

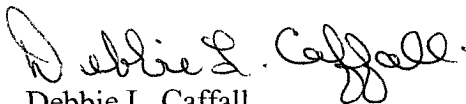
Yates Petroleum Corporation requests to relinquish the approved APD 30-005-63595 with Sundry extension approved date of July 30, 2007 with regards to above mentioned location. (copy attached.)

Should you have any questions please contact Debbie L. Caffall at (505) 748-4376.

Thank you.

Sincerely,

YATES PETROLEUM CORPORATION


Debbie L. Caffall
Regulatory Agent

/dlc
Enclosure(s)