Submit to Appropriate District Office State Lease – 6 copies Fee Lease – 5 copies

State of New Mexico gy, Minerals and Natural Resources Departme

Form C	-101
Revised	1-1-89

CONDITIONS OF APPROVAL, IP ANY:

OIL CONSERVATION DIVISION APLNO (assigned by OCD on New Wells)

	C. I. Pasts Towns of Lance	-62729	
P.O. Drawer DD, Artesia, NM 88210	5. Indicate Type of Lease STA	ATE X FEE	
DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410	6. State Oil & Gas Lease N	¥o.	
APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK			
In Time of Works	7. Lease Name or Unit Ag	reement Name	
DRILL X RE-ENTER DEEPEN PLUG BACK b. Type of Well:	7. Lease Name of Out Ag	icental rank	
OIL GAS SINGLE MULTIPLE Pathfinder "AFT" State			
2 Name of Operator 8. Well No.			
Yates Petroleum Corporation	8		
3. Address of Operator 9. Pool name or Wildcat			
105 South Fourth Street, Artesia, New Mexico 88210	Diablo San Ar	ndres	
4. Well Location Unit Letter G: 2310 Feet From The North Line and 2239 Feet From The East Line			
Section 21 Township 10 South Range 27 East NA	MPM Cha	aves County	
	rmation	12. Rotary or C.T.	
	an Andres	Cable Tool	
13. Elevations (Show whether DF, RT, GR, etc.) GR 3833' 14. Kind & Status Plug. Bood Blanket Undesignate	16. Approx. I	Date Work will start	
1.0			
FROFOSED CASING AND CEMENT FROGRA		EST. TOP	
SIZE OF HOLE SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH 12-1/4" 8-5/8" 24# J-55 Approx. 600'	400 sacks	Circulate	
7-7/8" 5-1/2" 14# J-55 TD	300 sacks	CIICUIACE	
	······································	Post ID-1	
We propose to drill and test the San Andres formation. Approximately 600' of surface casing will be set and cement circulated. If commercial, production casing will be run and cemented with adequate cover, perforate and stimulate as needed for production. ACCACCAL VALID FOR 180 DAYS MUD PROGRAM: That which is used in cable tool operation. MUD PROGRAM: There are two existing wells located in this quarter-quarter. Yates is the operator of both wells and copies of the plats have been filed. The Pathfinder "AFT" #2 is located 2310' FNL and 1650' FEL. The 2nd well, Pathfinder "AFT" #4 is located 1650' FNL and 1650' FEL. These wells are marked on Exhibit A.			
IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: IF PROPOSAL IS TO DEEPEN OR PLUG BACK, GIVE DATA ON PRESENT PRODUCTIVE ZONE AND PROPOSED NEW PRODUCTIVE ZONE, GIVE BLOWOUT PREVENTER PROGRAM, IF ANY.			
Thereby certify that the information above is true and complete to the best of my knowledge and belief. SKINATURE TITLE Permit Agent TYPEOR PRINT NAME Clifton R. May	DA	ne 4-20-90 (505) JPHONE NO. 748-1471	
(Thus apace for State Use) ORIGINAL SIGNED BY MIKE WILLIAMS SUPERVISOR, DISTRICT IT	~ DA	APR 2 4 1990	

OIL CONSERVATION DIVI: OF

P. O. HOX 2068 SANTA FE, NEW MEXICO 87501

Form C-102 Revised 10-1-28

All distances must be from the outer houndaries of the Section. perator Pathfinder AFT State Yates Petroleum Corporation Unit Letter Section Hame 21 10 South 27 East Chaves Actual Fostage Location of Wells 2239 feet from the North East line and feat from the Hound Level Elev. Producing Formation Dedicated Acreages DIABLOSAN ANDRES S JAN AMOES Acres 1. Outline the acrenge dedicated to the subject well by colored pencil or hachure marks on the plat below. 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty). 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consoliduted by communitization, unitization, force-pooling. etc? If answer is "yes," type of consolidation ____ No. If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of 'No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Division CERTIFICATION I hereby certify that the information con-Clifton R. May Position (i) 24: Permit Agent 1.G 5.244 Company Yates Petroleum Corporation 4-19-90 I hereby certify that the well location shown on this plot was plotted from field Section 21, T. 10 S., R. 27 E. under my supervision, and that the same is true and correct to the best of my knowledge and belief 1370 1680 1980 2310