N. M. O. C. C. SUBMIC IN ***-IPLICATE*

STATES

(Other Ins. lons on reverse ande)

Form approved.
Budget Bureau No. 42-R1425.

30-C/S- 2-C2-C3

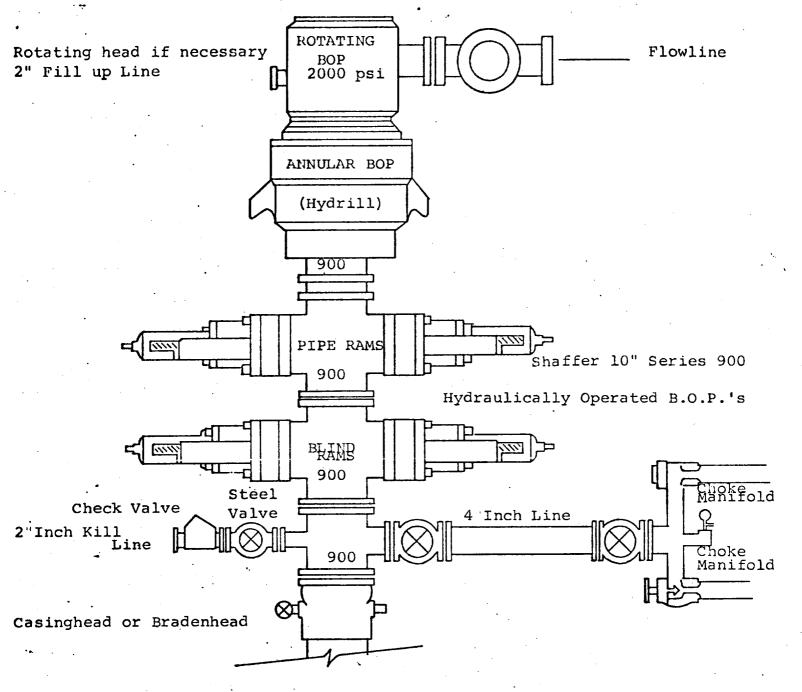
5. LEASE DESIGNATION AND SERIAL NO.

UNITED STATES DEPARTMENT OF THE INTERIOR

| | 1361 | | | | | | |
|--|--|--|-----------------------|---|-----------------------------------|---|--|
| A DDI ICATION FOR DEPART TO DRILL DEEPEN OR PLUG RACK | | | | | | 6. IF INDIAN, ALLOTTER OR TRIBE NAME | |
| APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK | | | | | | | |
| DRILL DEEPEN DEEPEN PLUG BACK | | | | | | 7. UNIT AGREEMENT NAME | |
| b. Type of well | S. FARM OR LEASE NAME | | | | | | |
| OIL GAS WELL OTHER RE-ENTRY ZONE ZONE ZONE | | | | | | CC Tank Unit | |
| Yates Petroleum Corporation JUN 1 8 1976 | | | | | | 9. WELL NO. | |
| 3. ADDRESS OF OPERATOR | | | | | | 4 | |
| 207 Sout | h Fourth Str | eet, Arte | sia | , NM _88210 | | 10. FIELD AND POOL, OR WILDCAT | |
| 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) At surface ARTESIA. OFFICE | | | | | | Wildcat | |
| 1830' FSL & 1980' FEL of Sec. 8-20S-24E | | | | | | 11. SEC., T., R., M., OR BLK. AND SURVEY OR ABEA | |
| At proposed prod. zone | | | | | | Sec. 8-20S-24E | |
| 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE. | | | | | | 12. COUNTY OR PARISH 13. STATE | |
| 14 miles WSW of Lakewood | | | | | | Eddy NM | |
| 15. DISTANCE FROM PROPOSED* 16. NO. OF ACRES IN LEASE 17. | | | | | | DF ACRES ASSIGNED HIS WELL | |
| PROPERTY OR LEASE LINE, PT. (Also to nearest drig, unit line, if any) 1830 | | | | | 10 11 | 320 | |
| 18. DISTANCE FROM PROI | | 19. PI | 9. PROPOSED DEPTH 20. | | BY OR CABLE TOOLS | | |
| TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. | | | | 9300 | | Rotary | |
| 21. ELEVATIONS (Show whether DF, RT, GR, etc.) | | | | : | 22. APPROX. DATE WORK WILL START* | | |
| 3840' GR | | | | | | June 26, 1976 | |
| 23. | P | ROPOSED CASIN | NG AN | D CEMENTING PROGRA | M | | |
| BIZE OF HOLE | SIZE OF CASING | WEIGHT PER F | 00T | SETTING DEPTH | | QUANTITY OF CEMENT | |
| | 9-5/8" | <u>32.75#</u> | | 898 | 3 | 00 sacks | |
| 8-3/4" | 5-1/2" | 15.5-17# | : | TD | . | | |
| • | | | | | 1 | formers to acres as 41 | |
| Proposed to | re-enter old | hole dril | led | by Gulf Oil | Corp. | P & A 3-31-69. | |
| Original TD v | was 9054 in M | orrow for | mat | ion, propose | to de | epen to Mississippi | |
| | | | | ill run 5岁" (| casing | , perforate and | |
| stimulate as | needed for p | roduction | 1 | | | : | |
| | | | , | 1 \ | 1 | i i - 5 i - b - MOT | |
| MUD PROGRAM: Will drill plugs with water, displace old hole with KCL- Flosal-Drispak mud & drill new hole with same. | | | | | | | |
| | Flosal-Dris | pak mud 8 | k ar | ill new noie | with | same. | |
| | nont- a had | | h a | inatalled of | togtog | Lprior, to drilling | |
| BOP PROGRAM: BOP's & hydril will be installed & test | | | | | resce | SECEIVED GITTING | |
| • | plugs. | - | | ı | ÷ | | |
| Gas not committed. | | | ••• | | | UN 1 4 1975 | |
| | | | المخس | | | | |
| IN ABOVE SPACE DESCRIBE Zone. If proposal is to preventer program, if an | | reposal is to deep lly, give pertinen | pen or i | plug back, give data on p on subsurface locations ar | resempt peod nd measure ART | geniversonerand professed new productive dand true vertical depths. Give blowou ESIA, Nancy | |
| 24. | | | | | | | |
| SIGNED Chr | stine forme | usand TIT | rl e | Geol. Secty. | | DATE 6-14-76 | |
| (This space for Fede | eral or State office use) | | | | | | |
| The second secon | and the second s | | | ADDROVALDATE | • | | |
| APPROVED BY THIS APPROVAL IS RESCINDED IF OPERATIONS APPROVED BY THIS APPROVAL IS RESCINDED WITHINGTON | | | | | | | |
| APPROVED BY | THIS APPROVAL | IS RESCINDED | a Mo | NTHS. | | DATE | |
| CONDITION OF THERE | ALTE ANTRE NOT | EP 1 7 197 | 6 | | | | |
| Rubites SEF TO 1010 | | | | | | | |

N' MEXICO OIL CONSERVATION COMMISS' WELL LOCATION AND ACREAGE DEDICATION FLAT

| All distances must be from the outer boundaries of the Section. | | | | | | | | |
|---|--|--|--|--|--|--|--|--|
| Operator Pates Petroleum Corp C. C. Tank Uln | it Well No. | | | | | | | |
| Unit Letter Section 8 Township 20-5 Range 24-E County Eddy | | | | | | | | |
| Actual Footage Location of Well: 1830 feet from the South line and 1980 feet from the East line | | | | | | | | |
| Ground Level Elev: Producing Formation Pool Wildcat | Dedicated Acreage: | | | | | | | |
| 1. Outline the acreage 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 consolidated by communitization, unitization, force-pooling.etc? | | | | | | | | |
| Yes No If answer is "yes," type of consolidation | | | | | | | | |
| If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of | | | | | | | | |
| this form if necessary.) | | | | | | | | |
| 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 Commis- | | | | | | | | |
| sion. | | | | | | | | |
| R-14-E | CERTIFICATION | | | | | | | |
| | I hereby certify that the information con- | | | | | | | |
| | tained herein is true and complete to the | | | | | | | |
| | Edde hr. lighten | | | | | | | |
| + | Eddie M. Mahfood | | | | | | | |
| | Position Engineer | | | | | | | |
| | Company | | | | | | | |
| | Yates Petroleum Corp. Date | | | | | | | |
| 10 | June 14, 1976 | | | | | | | |
| 2 | I have the resident with a well large in | | | | | | | |
| | I her to the time the well location shown on this plat was plotted from field | | | | | | | |
| 1980 | notes of actual surveys made by me or under any supervisibal and that the same | | | | | | | |
| | is true and correct to the best of my | | | | | | | |
| | Previously Sulf Oil Corp | | | | | | | |
| 83 | Date Surveyed | | | | | | | |
| 1361 | Refer to Original Plat Registered Professional Engineer | | | | | | | |
| | and/or Land Surveyor | | | | | | | |
| 4.8. | Certificate No. | | | | | | | |
| 0 330 660 190 1320 1650 1980, 231C 2640 2000 1500 1000 500 0 | | | | | | | | |



THE FOLLOWING CONSTITUTE MINIMUM BLOWOUT PREVENTER REQUIREMENTS

- 1. All preventers to be hydraulically operated with secondary manual controls installed prior to drilling out from under casing.
- 2. Choke outlet to be a minimum of 4" diameter.
- 3. Kill line to be of all steel construction of 2" minimum diameter.
- 4. All connections from operating manifolds to preventers to be all steel hole or tube a minimum of one inch in diameter.
- 5. The available closing pressure shall be at least 15% in excess of that required with sufficient volume to operate the B.O.P.'s.
- 6. All connections to and from preventer to have a pressure rating equivalent to that of the B.O.P.'s.
- 7. Inside blowout preventer to be available on rig floor.
- 8. Operating controls located a safe distance from the rig floor.
- Hole must be kept filled on trips below intermediate casing. Operator not responsible for blowouts resulting from not keeping hole full.
- 10. D. P. float must be installed and used below zone of first gas intrusion.