



YATES PETROLEUM CORP.  
 BEFORE EXAMINER Catanach  
 NMOCD CASE NOS. 11263/11265  
 DATE: 07/27/95  
 EXHIBIT NO. 9

Yates Petroleum Corporation		
NET ISOPACH CANYON DOLOMITE ROSS "EG" FED. COM. #14		
Lorraine Drake		7/26/95
	Scale 1:24000.	ddrosiso.gpf



**AUTHORITY FOR EXPENDITURE**  
NEW DRILLING & RECOMPLETION

AFE NO. 95-065-0  
AFE DATE 2/23/95

105 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210  
TELEPHONE (505) 748-1471

AFE Type:	Well Objective:	Well Type:
<input checked="" type="checkbox"/> New Drilling	<input checked="" type="checkbox"/> Oil	<input checked="" type="checkbox"/> Development
<input type="checkbox"/> Recompletion	<input type="checkbox"/> Gas	<input type="checkbox"/> Exploratory
	<input type="checkbox"/> Injector	

AFE STATUS:

<input type="checkbox"/>	Original
<input checked="" type="checkbox"/>	Revised
<input type="checkbox"/>	Final

LEASE NAME	Ross 'EG' Federal Com #14	PROJ'D DEPTH	8300'
COUNTY	Eddy	STATE	New Mexico
LEGAL DESC.	660' FNL & 1980' FEL	LOCATION	Section 21-19S-25E
FIELD	N. Dagger Draw	HORIZON	Canyon

DIVISION CODE	100	DIVISION NAME	Oil & Gas Division
DISTRICT CODE		DISTRICT NAME	
BRANCH CODE		BRANCH NAME	

**YATES PETROLEUM CORP.**  
BEFORE EXAMINER Catanach  
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PROGNOSIS: \_\_\_\_\_

INTANGIBLE DRILLING COSTS:		DRY HOLE	COMP'D WELL
920-100	Staking, Permit & Legal Fees	500	500
920-110	Location, Right-of-Way	10,800	10,800
920-120	Drilling, Footage 8300' @ \$15.15/day	125,745	125,745
920-130	Drilling, Daywork 3 days @ \$4500/day	13,500	13,500
920-140	Drilling Water, Fasline Rental	18,000	18,000
920-150	Drilling Mud & Additives	10,000	10,000
920-160	Mud Logging Unit, Sample Bags	3,600	3,600
920-170	Cementing - Surface Casing	12,500	12,500
920-180	Drill Stem Testing, OHT		
920-190	Electric Logs & Tape Copies	11,000	11,000
920-200	Tools & Equip. Rntl., Trkg. & Welding	6,300	6,300
920-210	Supervision & Overhead	7,500	7,500
920-220	Contingency		
920-230	Coring, Tools & Service		
920-240	Bits, Tool & Supplies Purchase	300	300
920-350	Cementing - Production Casing		8,000
920-410	Completion Unit - Swabbing		7,800
920-420	Water for Completion		1,100
920-430	Mud & Additives for Completion		600
920-440	Cementing - Completion		
920-450	Elec. Logs, Testing, Etc. - Completion		4,000
920-460	Tools & Equip. Rental, Etc. - Completion		8,000
920-470	Stimulation for Completion		10,000
920-480	Supervision & O/H - Completion		5,400
920-490	Additional LOC Charges - Completion		3,300
920-510	Bits, Tools & Supplies - Completion		2,300
920-500	Contingency for Completion		4,500
<b>TOTAL INTANGIBLE DRILLING COSTS</b>		<b>219,745</b>	<b>274,745</b>

TANGIBLE EQUIPMENT COSTS:		DRY HOLE	COMP'D WELL
930-010	Christmas Tree & Wellhead	2,200	15,700
930-020	Casing 9-5/8" @ 1200'	16,800	16,800
	7" @ 8300'		80,000
930-030	Tubing 2-7/8" @ 7900'		21,500
930-040	Packer & Special Equipment		15,000
940-010	Pumping Equipment		75,000
940-020	Storage Facilities		
940-030	Separation Equip., Flowlines, Misc.		10,000
940-040	Trucking & Construction Costs		
<b>TOTAL TANGIBLE EQUIPMENT COSTS</b>		<b>19,000</b>	<b>234,000</b>

**TOTAL COSTS 238,745 508,745**

APPROVAL OF THIS AFE CONSTITUTES APPROVAL OF OPERATOR'S OPTION TO CHARGE THE JOINT ACCOUNT WITH TUBULAR GOODS FROM THE OPERATOR'S WAREHOUSE STOCK AT THE RATES STATED ABOVE.

Prepared By	<i>Al Springer</i>	Operations Approval	Surface to 7704	Below 7704
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YATES DRILLING COMPANY	2.187500%	2.187500%
YATES PETROLEUM CORPORATION	46.041661	40.572911

BY <i>John A. Yates</i>	DATE	
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ABC PETROLEUM CORPORATION	2.187500	2.187500
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BY <i>John A. Yates</i>	DATE	
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MVCO INDUSTRIES, INC	2.187500	2.187500
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BY <i>Frank Yates</i>	DATE	
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S.P. YATES	.260419	.260419
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BY <i>A. Yates</i>	DATE	
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	Surface to 7704	Below 7704
Estate of Lillie M. Yates	0.130210 %	0.130210 %
By: <u>Frank Yates Jr</u> DATE _____		
Sharbro Oil Ltd. Co.	0.130210	0.130210
By: <u>Scott Yates</u> DATE _____		
By: <u>Marie Jeanne Brown</u> DATE _____		
Nearburg Exploration Company	43.750000 ✓	46.093750
By: _____ DATE _____		
Conoco Inc.	3.125000	6.250000
By: _____ DATE _____		