District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-8161 Fax:(575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3482

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

Form C-101 August 1, 2011

Permit 174702

		APPLIC/	ATION FOR P	ERMIT TO	DRILL, RE	ENTER, DEEP	EN, PLUGBAC	CK, OR AD	DAZO	NE		
	me and Address ES PETROLEUM					**	Ź		_	ID Number 25575		
	S 4TH ST ESIA , NM 88210								3. API ì	Number 30-015-4172	6	
4. Property Co. 127			5. Property Name Roy "/						6. Well	No. 006H		
					7. Sur	face Location						
UL - Lot P	Section 8	Township 195	Range	25E	Lot Idn P	Feet From 530	N/S Line S	Feet From	150	E/W Line	County	Eddy
					8. Proposed E	Bottom Hole Locat	tion					
UL - Lot M	Section 8	Township 198	Range	25E	Lot Idn M	Feet From 400	N/S Line	Feet From	330	E/W Line W	County	Eddy
		tie e	961	- 48	9. Poc	ol Information	42	30	7	*	32)	
PENASCO D	RAW;SA-YESO (A	SSOC)			5.100	morniadon				50270)	
					Additional	Well Information						
11. Work Type Nev	v Well	12. Well Type OIL		13. Cable/f		venimonnadon	14. Lease Type Private			d Level Elevation 3529		
16. Multiple 17. Proposed Depth N 6987			18. Formation Yeso Formation		19. Contractor 20.		20. Spud I). Spud Date 10/31/2013				
Depth to Groun	d water using a closed-lo	an avotam in li	ou of lined nite	Distance fro	om nearest fresh	water well			Distance to	o nearest surface w	ater	
we will be	using a closed-lo	op system in in	eu of lifeu pits	21.	Proposed Cas	ing and Cement P	rogram					
Type	Hole Size		g Size		Weight/ft		ng Depth Sacks of C				Estimated	TOC
Surf Prod	14.75 8.75		5		36 17	75 698			580 0 210 0			
1100	0.10			15/12/12/12		gram: Additional C	City of the					
				22.	Proposed Blov	wout Prevention P	rogram					
	Туре			Working Pressure			Test Pressure		Manufacturer			
	Double Ram		1/2	30	00		3000					
knowledge a	ify I have complie	1875: 					(OIL CONSER	VATION E	DIVISION		
Printed Name:	Electronic	ally filed by LOR	RIFLORES			Approved By:	Randy Dad	le				
Title:		ulatory Technici				Title:	District Sur	pervisor				
Email Address:	lorif@yate:	spetroleum.con	n			Approved Date:	10/9/2013		Ex	piration Date: 10/	9/2015	
				575-748-444								

State of New Mexico

Energy, Minerals and Natural Resources

District I

1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

Phone:(575) 748-1283 Fax:(575) 748-972 <u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410

Phone:(505) 334-6178 Fax:(505) 334-6170 <u>District IV</u>
1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462 State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-102 August 1, 2011

Permit 174702

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-015-41726	2. Pool Code 50270	3. Pool Name PENASCO DRAW;SA-YESO (ASSOC)
4. Property Code 12701	5. Property Name Roy "AET"	6. Well No. 006H
7. OGRID No. 25575	8. Operator Name YATES PETROLEUM CORPORATION	9. Elevation 3529

10. Surface Location

				To: ourided	Location				100
UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
Р	8	198	25E	Sec. (2) (4) (4)	530	S	150	E	Eddy

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
M	8	198	25E	M	400	S	330	W	Eddy
12. Dedicated Acr 160.00	12. Dedicated Acres		13. Joint or Infill	14. Consolidation Code			15. Order No.		

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

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 unleased mineral interest in the land including the proposed bottom hole location(s) 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 computsory pooling order heretofore entered by the division.

E-Signed By: LORI FLORES

Title: Land Regulatory Technician

Date: 10/8/2013

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.

Surveyed By: Gary Jones
Date of Survey: 9/6/2013
Certificate Number: 7977

Form APD Comments

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-8161 Fax:(575) 393-0720 District II

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State of New Mexico **Energy, Minerals and Natural Resources** Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

Permit 174702

PERMIT COMMENTS

Operator Name and Address:	API Number:
YATES PETROLEUM CORPORATION [25575]	30-015-41726
105 S 4TH ST	Well:
ARTESIA, NM 88210	Roy "AET" #006H

Created By	Comment	Comment Date
CSHAPARD	Land p/P	10/8/2013

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State of New Mexico **Energy, Minerals and Natural Resources** Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

Permit 174702

Form APD Conditions

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:
YATES PETROLEUM CORPORATION [25575]	30-015-41726
105 S 4TH ST	Well:
ARTESIA, NM 88210	Roy "AET" #006H

OCD	Condition
Reviewer	
CSHAPARD	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the
	fresh water zone or zones and shall immediately set in cement the water protection string