

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

## APPLICATION FOR PERMIT TO DRILL OR REENTER

1a. Type of Work: ☒ DRILL ☐ REENTER1b. Type of Well: ☐ Oil Well ☒ Gas Well ☐ Other ☒ Single Zone ☐ Multiple Zone2. Name of Operator  
YATES PETROLEUM CORPORATION  
Contact: ROBERT ASHER  
E-Mail: landdept@ypcnm.com3a. Address  
105 S 4TH STREET  
ARTESIA, NM 882103b. Phone No. (include area code)  
Ph: 505.748.4364  
Fx: 505.748.4572

4. Location of Well (Report location clearly and in accordance with any State requirements. \*)

At surface NWSE 1650FSL 1980FEL

At proposed prod. zone NWSE 1650FSL 1980FEL

14. Distance in miles and direction from nearest town or post office\*  
APPROXIMATELY 30 MILES NW OF CARLSBAD, NM15. Distance from proposed location to nearest property or  
lease line, ft. (Also to nearest drig. unit line, if any)  
198016. No. of Acres in Lease  
320.0018. Distance from proposed location to nearest well, drilling,  
completed, applied for, on this lease, ft.19. Proposed Depth  
8300 MD21. Elevations (Show whether DF, KB, RT, GL, etc.)  
4007 GL

22. Approximate date work will start

5. Lease Serial No.  
NMNM0399448

6. If Indian, Allottee or Tribe Name

7. If Unit or CA Agreement, Name and No.

8. Lease Name and Well No.  
MALONE ASA FEDERAL COM. 3

9. API Well No.

30-015-31701

10. Field and Pool, or Exploratory  
INDIAN BASIN UPPER PENN ASSOC

11. Sec., T., R., M., or Bk. and Survey or Area

Sec 12 T22S R23E Mer NMP

12. County or Parish  
EDDY13. State  
NM

17. Spacing Unit dedicated to this well

20. BLM/BIA Bond No. on file

23. Estimated duration

## 24. Attachments

Revised Controlled Water Basin

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).

4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification
6. Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature  
(Electronic Submission)Name (Printed/Typed)  
CY COWAN Ph: 505.748.4372Date  
03/12/2003Title  
REGULATORY AGENTApproved by (Signature)  
/s/ JOE G. LARAName (Printed/Typed)  
/s/ JOE G. LARADate  
APR 28 2003Title  
FIELD MANAGEROffice  
CARLSBAD FIELD OFFICE

Application approval does not warrant or certify the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

APPROVAL FOR 1 YEAR

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

## Additional Operator Remarks (see next page)

Electronic Submission #19522 verified by the BLM Well Information System  
For YATES PETROLEUM CORPORATION, sent to the Carlsbad  
Committed to AFMSS for processing by Linda Askwig on 03/12/2003 (03LA0388AE)

**APPROVAL SUBJECT TO  
GENERAL REQUIREMENTS AND  
SPECIAL STIPULATIONS  
ATTACHED**

\*\* REVISED \*\* REVISED \*\* REVISED \*\* REVISED \*\* REVISED \*\* REVISED \*\* REVISED \*\* REVISED \*\*

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

State of New Mexico  
Energy, Minerals & Natural Resources Department

Form C-102  
Revised August 15, 2000

District II  
811 South First, Artesia, NM 88210

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

Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

District III  
1000 Rio Brazos Rd., Aztec, NM 87410

District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

|  |  |  |
|--|--|--|
| <sup>1</sup> API Number<br><b>30-015-31625</b> | <sup>2</sup> Pool Code   | <sup>3</sup> Pool Name<br><b>Indian Basin Upper Penn</b> |
| <sup>4</sup> Property Code                     | <sup>5</sup> Property Name<br><b>MALONE ASA FEDERAL COM.</b>     | <sup>6</sup> Well Number<br><b>3</b>                     |
| <sup>7</sup> OGRID No.<br><b>025575</b>        | <sup>8</sup> Operator Name<br><b>Yates Petroleum Corporation</b> | <sup>9</sup> Elevation<br><b>4007'</b>                   |

<sup>10</sup> Surface Location


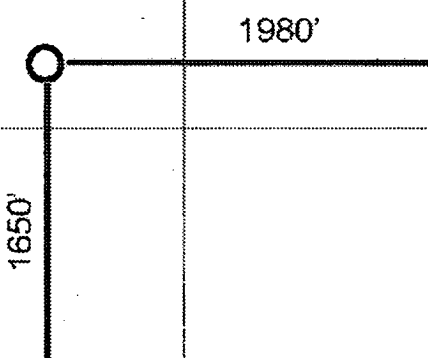
|                           |                      |                        |                     |         |                              |                                  |                              |                               |                       |
|---------------------------|----------------------|------------------------|---------------------|---------|------------------------------|----------------------------------|------------------------------|-------------------------------|-----------------------|
| UL or lot no.<br><b>J</b> | Section<br><b>12</b> | Township<br><b>22S</b> | Range<br><b>23E</b> | Lot Idn | Feet from the<br><b>1650</b> | North/South line<br><b>South</b> | Feet from the<br><b>1980</b> | East/West line<br><b>East</b> | County<br><b>Eddy</b> |
|---------------------------|----------------------|------------------------|---------------------|---------|------------------------------|----------------------------------|------------------------------|-------------------------------|-----------------------|

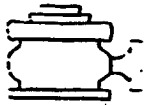
<sup>11</sup> Bottom Hole Location If Different From Surface

|               |         |          |       |         |               |                  |               |                |        |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|

|   |                               |                                  |                         |
|---|-------------------------------|----------------------------------|-------------------------|
| <sup>12</sup> Dedicated Acres<br><b>320</b> | <sup>13</sup> Joint or Infill | <sup>14</sup> Consolidation Code | <sup>15</sup> 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

|               |  |  |
|---------------|--|--|
| <sup>16</sup> | <b>NM-0399448</b>  | <sup>17</sup> OPERATOR CERTIFICATION<br>I hereby certify that the information contained herein is true and complete to the best of my knowledge and<br><br>Signature<br><b>Cy Cowan</b><br>Printed Name<br><b>Regulatory Agent</b><br>Title<br><b>3/3/2003</b><br>Date                        |
|               |  | <sup>18</sup> SURVEYOR CERTIFICATION<br>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.<br><b>REFER TO ORIGINAL PLAT</b><br>Date of Survey<br>Signature and Seal of Professional Surveyor:<br><br>Certificate Number |
|               |  |  |



# Yates Petroleum Corporation

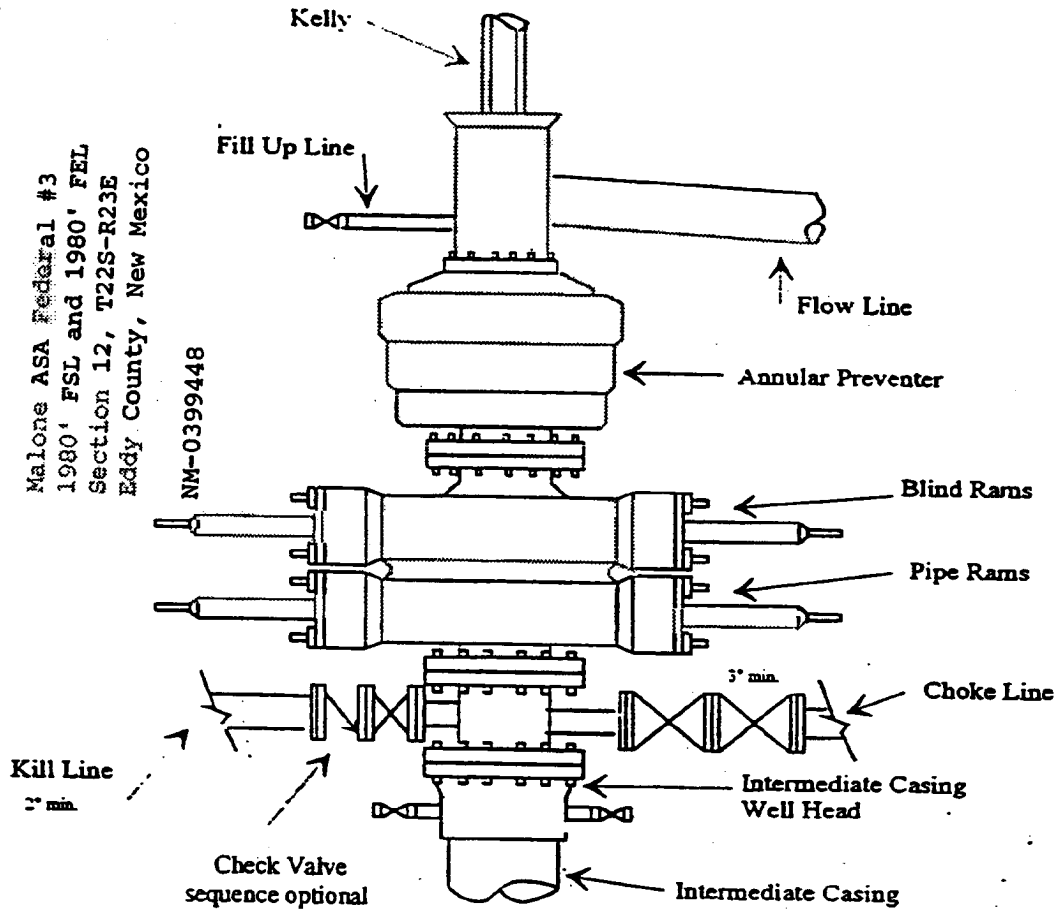
BOP-3

Typical 3,000 psi Pressure System  
Schematic  
Annular with Double Ram Preventer Stack

Yates Petroleum Corporation  
105 SOUTH 4th STREET  
ARTESIA, NEW MEXICO 88210

Malone ASA Federal #3  
1980' FSL and 1980' FEL  
Section 12, T22S-R23E  
Eddy County, New Mexico

NM-0399448



Typical 3,000 psi choke manifold assembly with at least these minimum features

