District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

PREVIOUSLY APPROVED

State of New Mesico Energy Minerals and National Resou

Form C-101 May 27, 2004
Submit to appropriate District Office

District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505				Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 83505 RILL, RE-ENTER, DEEPEN, RUEBACK, OR ADD A ZONE									
APPL	ICATI	ON FO	OR PERMIT	TO DI	RILL, R	RE-ENTE	R, DI	EEPED	LA PRISCEBAC	CK, OR A	DD A ZONE		
			Operator Name	and Addre	SS					OGRID Nun	nber		
			Yates Petroleum	•						025575 3 API Number			
			105 South For Artesia, New Me		0		30 -015- 3			35402			
³ Prope	rty Code 26974				Proj Junior AV	perty Name WW State Co	Name Well No.				Well No.		
Undes	,		⁹ Proposed Pool 1				¹⁰ Proposed Pool 2						
Crew	Flat	٠,	: Morrow		7 -								
	Surface Location												
UL or lot no.	I I - I		Range 28E	Lot Idn		Feet from the 1980'	North/South line South		Feet from the 1980'	East/West line East			
⁸ Propose					om Hole I	Location If I	Differer	nt From S	Surface	face			
UL or lot no.	Section	Township	Range			Feet from the	North/S	outh line	Feet from the	East/West line	County		
	li			Ad	ditional	Well Info	rmati	on					
Work Type Code 12 Well Type C				le	13	³ Cable/Rotary R	14 Le		Lease Type Code	15 (15 Ground Level Elevation 3580'		
	N Iultiple		G 17 Proposed Dept			18 Formation	n 1		S 19 Contractor		20 Spud Date		
	N		9600'	9600'		Morrow		Not Determined			ASAP		
Depth to Grou	undwater 100° or	more		Distance	e from neare	est fresh water v >1000'					earest surface water >1000'		
<u>Pit:</u> Lir			mils thick Clay [Pit Vo	olume:		Dı	rilling Metl	nod:				
Close	ed-Loop Sys	tem 🔲	21				<u>Fr</u>	esh Water	☐ Brine ☑ Di	iesel/Oil-based	Gas/Air G		
			21	Propos	sed Casin	ng and Ce	ment	Prograr	ņ				
Hole S	Size	C	Casing Size	Casing weight/foot		ot S	Setting Depth		Sacks of Cement		Estimated TOC		
14.7	5"	11.75		42#			400'		400 sx	ζ .	0		
12.25"		8.625		24#			1900'		650 sx		0		
7.87	5"	4.5		11.6#			9600'		600 sx		5500		
			If this application					a on the pr	resent productive zo	one and propos	sed new productive		
Yates Petro casing will will perfora MUD PRO BOPE PRO H2S is not Thank you.	bleum Con be set and ate and sti OGRAM: OGRAM: anticipat	rporation d cemen imulate : 0-400' F A 3000: ed.	as needed for pr FW/Spud Mud; 4 # BOPE will be	ill and to hut off g oduction 400'-190 installed	est the Mo ravel and 1. 00' Fresh d on the 8	orrow and in l cavings. If Water; 190 3 5/8" casing	ntermed f comm	ercial, p 0' Cut B	roduction casin rine; 8500'-960	g will be ru	n and cemented,		
²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be							OIL CONSERVATION DIVISION						
constructed :	according	ONMOC	guidelines 🔲, a				ved by:				i		
an (attached) alternative OCD-approved plan □. Signature:							BRYAN G. ARRANT						
Printed name: Cy Cowan							DISTRICT II GEOLOGIST Title:						
Title: Regulatory Agent							val Date:	JAN 2	9 2007 Ex	xpiration Date:	JAN 2 9 2008		
E-mail Addre	ess:							70 11 1 W	•				
Date: 12/29/06 Phone: (505) 748-4372					Condit	ions of A	201	MENT TO C S AND WAT					

ZONES

<u>District 1</u>
1625 N. French Dr., Hobbs, NM 88240
<u>District II</u>
811 South First, Artesia, NM 88219

State of New Mexico Energy, Minerals & Natural Resources

Form C-102 Revised March 17, 1999

District II 811 South First, Artesia, N District III 1000 Rie Brazes Rd., Arte District IV 2040 South Pachece, Santa	e. NN	6 87418 NM 87585	ELL LO		2040 Sour Santa Fe.	ATION DIVISION The Pacheco NM 87505 CREAGE DEDIC		Fee AME	tie District Office Lease - 4 Copies Lease - 3 Copies NDED REPORT
'API Nu		-	1900 Cod	1	Indes. Cra	Pool Nam			
Property Code	JUN	IOR AW	W STAT		Well Number 2				
OCRID No. 025575		YAT	ES PET	•	⁷ Elevation 3580 .				
					18 Surfac	e Location			
UL or lot no. Sec	tion	Township	Range	Lot Ida	Feet from	he North/South line	Feet from the	East/West line	County
J 17		16-S	28-E		1980	SOUTH	1980	EAST	EDDY
			¹¹ Bo	ttom Ho	le Location	If Different From	m Surface		
UL or lot no. Sec	t no. Section Township Range Lot Ida		Feet from	the North/South line	Feet from the	East/West line	County		
¹⁶ Dedicated Acres 17 Joi	int or	IAME C	noolidation	Code S O	rder No.		<u>:</u>		
320									<u> </u>

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL AL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16

17 OPERATOR CERTIFICATION I Perchy certify that the information consisted herein is use and complete to the bass of my knowledge and belief

18 Surveyor Certification

The February 7, 2001

Date

18 SURVEYOR CERTIFICATION I hereby certify that the well focation shown on this plat was phoned from field notes of actual surveys made by an or under my supervision, and that the same is true and correct to the best of my belief

NIM-1038Z

19 OPERATOR CERTIFICATION I hereby certify that the well focation shown on this plat was phoned from field notes of actual surveys made by an or under my supervision, and that the same is true and correct to the best of my belief

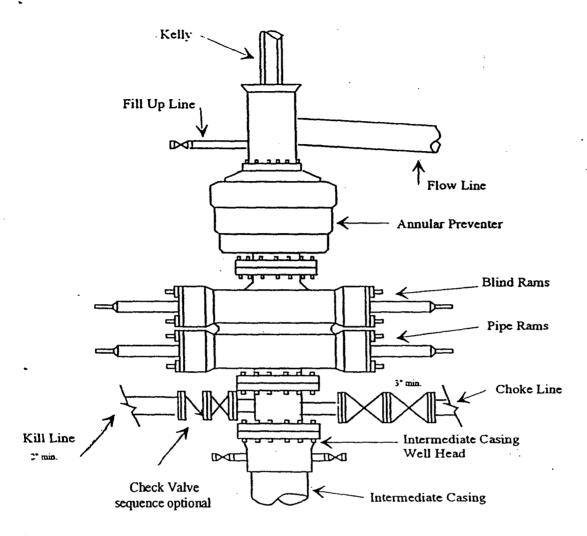
19 OPERATOR CERTIFICATION I hereby certify that the well focation shown on this plat was phoned from field notes of actual surveys made by an or under my supervision, and that the same is true and correct to the best of my belief

19 OPERATOR CERTIFICATION I have been considered by the c



Yates Petroleum Corporation

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



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

