District I; 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III

State of New Mexico Energy Minerals and Natural Resources

Form C-101

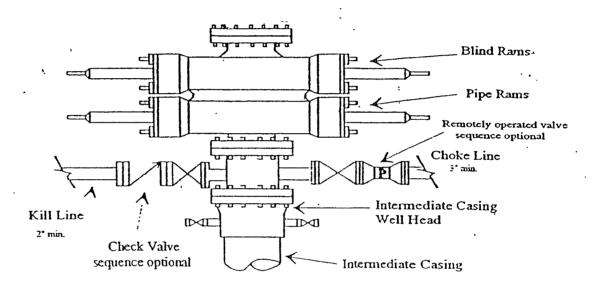
June 16, 2008

Oil Conservation Division ECEIV Submit to appropriate District Office

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Santa						outh St. 1 Fe, N	Franc M 875	is Dr. 05	DEC -8 200	:C - 8 2009		AMENDED REPORT	
AP.	PLICA'	TION F	OR PERM	т то	DRILL, RI	E-EN	ΓER,	DEEP	ENC PLATER	ACR.	OR A	DD A ZONE	
' Operator Name and Address Yates Petroleum Corporation							025575 OGRID Number						
105 South Fourth Street Artesia, NM 88210							30–015-20128 API Number						
Property Code 12091					³ Property Name Carl TP Com					⁶ Well No. 2			
⁹ Proposed Pool 1 Foster Ranch; Morrow 7684						10 Proposed Pool 2							
						ce Loc	cation						
UL or lot no K	Section 22	Township 20S	Range 24E			om the	North/South line Feet from South 2220		Feet from the 2220	East/West line West		County Eddy	
	****		⁸ Pro	⁸ Proposed Bottom Hole			If Diffe	rent From	m Surface				
UL or lot no. Section		Township			Idn Feet from th				Feet from the	East/We	st line	County	
Additional Well Information											.		
¹¹ Work Type Code A			12 Well Type Code G		e ¹³ Cable N		/Rotary A		Lease Type Code P		¹⁵ Ground Level Elevation 3695'GR		
¹⁶ Multiple N			17 Proposed Dep N/A		oth 18 For				19 Contractor N/A		²⁰ Spud Date ASAP		
		1		²¹ Prop	osed Casing	g and	Ceme	nt Prog	ram				
Hole S	Size	Casing Size		Casing weight/foot		Setting Depth		Sacks of Cement		Estimated TOC			
		F	TO ORIG	INAL	NAL COMPLETION								
 Describe the proposed program. If this application is to DEEPEN or PLUG BA Describe the blowout prevention program, if any. Use additional sheets if necessary 							e the dat	a on the pr	esent productive zo	one and pro	oposed n	new productive zone.	
TOH with retainer at additives. the annulus attempt to conto the for and clean conto 7700°. TIF	rods and t +/-7500'. Displace v s. Reverse establish a mation, co but to RBI I with bit	ubing. The Mix and with 26 blue clean and injection on Sult with and scrap	H with tubing pump 150 sx ols and sting or d pull 30 stand n rate. If we are the the office for test the casir	to recove Thixotrop at of the real. WOC 2 are unable a squeez ag to 1000 collar at 9	er the RBP at 7 ic Class "H" of cetainer, if the 24 hrs. Attempt to pump into the procedure at 0 psi and re-sq 9251'. Perform	7648'. cement well is opt to stitle form the for	Reset a with adon a vac on a vac ng back mation lies, re-s f necess	n RBP at ditives. 'cuum, pu c into the POOH at squeeze is sary. Cir '10'-9014	mp the job at 1- retainer. If we and prep to drill of f necessary. Re culate the hole of	with 5 sx Stass 2 BPM scan sting out the reverse unclean. The	x sand. "H" no while h g back i etainer. it to dri IH to re	ent as needed. Set a cement eat cement with olding 500 psi on nto the retainer, If we can pump ill out the retainer ecover the RBP at 056'-9062' (37).	
²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief.						OIL CONSERVATION DIVISION							
Signature: Line Hurta						Approved by:							
Printed name: Tina Huerta							Title Czooloon st						
Title Regulatory Compliance Supervisor						Approval Date. Expiration Date:							
E-mail Address: tinah@yatespetroleum.com								· · · · · · · · · · · · · · · · · · ·	 				
Date December 7, 2009 Phone: 575-748-4168						Conditions of Approval Attached							

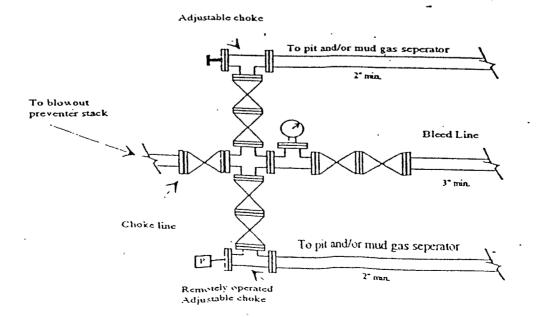
Yates Petroleum Corporation

Typical 3,000 psi Pressure System Schematic



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



WELL NAME: Carl TP Com #2 FIELD: Dagger Draw **LOCATION**: 1,650' FSL & 2,220' FWL of Section 22-20S-24E Eddy Co., NM **GL**: 3,695' _____ ZERO: KB: **CASING PROGRAM** SPUD DATE: 2/17/90 COMPLETION DATE: 5/11/90 **COMMENTS**: API No.: 30-015-20128 8-5/8" 24# 1,032' 5-1/2" 15.5#/17# 9,295' After 11" Hole **TOPS** SA 512' Glorieta 1,988' 8-5/8" @ 1,032' w/525 sx (Cmt in 3,230' BS Place) 3rd BS 5.080' WC 5,300' Penn Lm 7,377 Cisco 7,408 Reef 7,543 Morrow CI 9,055 Barnett 9,216' 7-7/8" Hole DV Tool @ 4,984 Canyon Perfs: 7,549-7,600' Sqz'd w/ 250 sx Morrow Perfs: 9,010-9,014' (25): 9,034-38' (25); 9,056-9,062' (37) Not to Scale 11/3/09 FC: 9251' 5-1/2" @ 9,295' w/ 1st Stage: 870 sx (Didn't Circ) 2nd Stage: 855 sx (Circ) DC/Hill TD: 9,313'



MARTIN YATES, III

FRANK W. YATES

5.P. YATES 1914-2008



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December 7, 2009

JOHN A. YATES
CHAIRMAN OF THE BOARD
PRESIDENT

JOHN A. YATES JR.
ASSISTANT TO THE PRESIDENT

JAMES S. BROWN
CHIEF OPERATING OFFICER

JOHN D. PERINI

RECEIVED
DEC - 8 2009
NMOCD ARTESIA

Oil Conservation Division, District II Office 1301 W. Grand Ave. Artesia, NM 88210

Re: Carl TP Com #2

Section 22-T20S-R24E Eddy County, New Mexico H2S Contingency Plan

Sources at Yates Petroleum Corporation have relayed information to me that they believe there will not be enough H2S anticipated from the surface to the Morrow formation to even meet the OCD's minimum requirements for the submission of a contingency plan per Rule 118.

Thank you,

YATES PETROLEUM CORPORATION

Tina Huerta

Regulatory Compliance Supervisor