District I 1625 N French Dr, Hobbs, NM 88240

State of New Mexico Energy Minerals and Natural Resources

Form C-101 June 16, 2008

District II

1301 W Grand Avenue, Artesia, NM 380 BS OCD District III

1000 Rio Brazos Road, Aztec, NM 87410 SEP 1 4 2011 District IV 1220 S St Francis Dr, Santa Fe, NM 87505

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

Submit to appropriate District Office

AMENDED REPORT

APPLICATION FOR PERMENED DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

Operator Name and Address Yates Petroleum Corporation 105 S Fourth Street Artesia, NM 88210								² OGRID Number 025575 30-005 ³ API Number 30-015-29096			
9 Proposed Pool 1 Wildcat, Mo-Wolfcamp 9 Proposed Pool 2											
⁷ Surface	Locatio	n									
UL or lot no P	Section2	Township 15S	Range 30E	Lot Idn	Feet from the 330'	North/South line South	Feet from the 200'	East/West line East	County Chaves		
8 Proposed		lole Loca	tion If Different	From Surfac	e						
UL or lot no N	Section 25	Township 15S	Range 30E	Lot Idn	Feet from the 330'	North/South line South	Feet from the 1650'	East/West line West	County Chaves		
Additiona	al Well	Informa	tion								
Work Type Code N		¹² Well Type Code Oıl	de 13 Cable/Rotary R		Ĩ	Lease Type Code State	15 Ground Level Elevatio 4250'				
¹⁶ Multiple N			¹⁷ Proposed Depth 11,734'	h ¹⁸ Formation Wolfcamp		¹⁹ Contractor Not Determined		20	²⁰ Spud Date ASAP		

²¹ Proposed Casing and Cement Program

Hole Sıze	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
17.5"	13.375"	48#	400'	425	Surface
12.25"	9.625"	36-40#	3700'	1175	Surface
8.75	5.5"	17#	11,734'	1125	3,200'

Describe the proposed program. If this application is to DEEPEN or PLUG BACK PROBLEM AND PROPOSED TO PROPOSE OF THE PROPOSE OF productive zone. Describe the blowout prevention program, if any. Use additional sheets Drilling Underway

23 Change of the Wolfcamp and intermediate formations. If commercial, production casing will be run and cemented, well perforated and stimulate as needed for production.

MUD PROGRAM 0-400' Fresh Water Gel, 400'-3700' Brine Water, 3700'-7350' Cut Brine, 7350'-11734' Cut Brine/2-3% KCL (lateral)

BOPE PROGRAM: 3000 psi system nippled up and tested on 9 5/8" casing.

Pilot hole drilled vertically to 8650' Well will then be plugged back and kicked off at approx 8030' and directionally drilled at 12 degrees per 100' with a 8 34" hole To 8797' MD (8507' TVD) If hole conditions dictate, 7" casing will be set A 6 1/8" hole will then be drilled to 11734' MD (8404' TVD) where 4 1/2" casing with Packer port system will be run. If 7" is not set, then hole size will be reduced to 8 1/2" and drilled to 11734' MD (8404' TVD) where 5 1/2" casing with a packer port system in the lateral, with a ECP and cementing tool near top of curve will be ran to cement the 5 1/2" above the curve to 3200'. Penetration point of producing formation encountered at 330' FSL and 694' FEL Deepest TVD of the well will be in the pilot hole @ 8650'. Deepest TVD in the lateral will be 8507'. Previously approved as the Mongoose BLM Federal Com #1H please change to the Mongoose BLM State #1H.

•		1.47				
²³ I hereby certify that the information g best of my knowledge and belief.	given above is true and complete to the	OIL CONSERVATION DIVISION				
Signature. MMmdUr		Approved by:				
Printed name		Title PETROLEIN ENGINEER				
Monti Sanders		CTROUBLE DATAINEDA				
Title.		Approval Date SFP 19 2011 Expiration Date				
Land Regulatory Technician		SEP 19 2011				
E-mail Address						
montis@yatespetroleum com						
Date:	Phone:	Conditions of Approval Attached				
9/13/11	575-748-4244					
		Conditions of Approval Attached				

SFP 1 4 2011

, FRICT I 25 N. FRENCH DR., HOBBS, NM 88240

DISTRICT II

1301 W. GRAND AVENUE, ARTESIA, NE 821 VED

DISTRICT III 1000 RIO BRAZOS RD., AZTEC, NM 87410

DISTRICT IV 11885 S. ST. FRANCIS DR., SANTA FE, NM 87505 State of New Mexico

Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Francis Dr. Santa Fe, New Mexico 87505

Form C-102 Revised July 16, 2010 Submit to Appropriate District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code		
30-005-29096	97872	_Wildcat; Not-Wolfcan	חו
Property Code	Property N	Well Number	
38414	MONGOOSE B	1H	
OGRID No.	Operator N	Elevation	
025575	YATES PETROLEUN	4250	

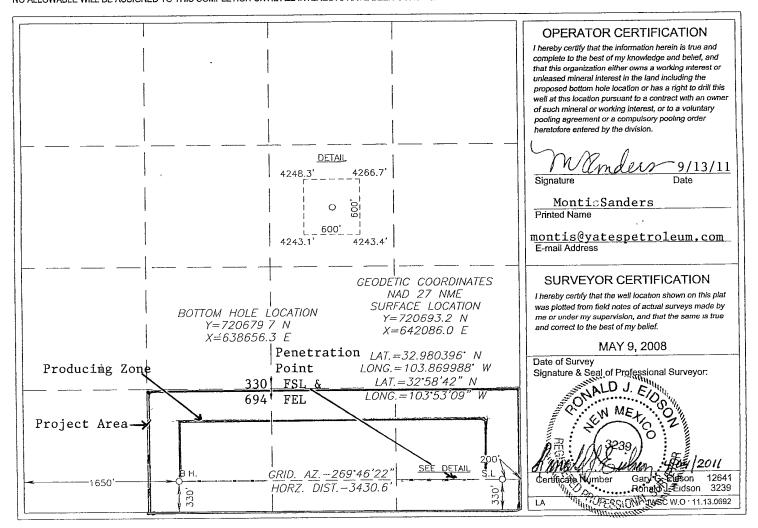
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Р	25	15-S	30-E		330	SOUTH	200	EAST	CHAVES

Bottom Hole Location If Different From Surface

				2011071111011					
UL or lot No.	Section 25	Township 15-S	Range 30-E	Lot Idn	Feet from the 330	North/South line SOUTH	Feet from the 1650	East/West line WEST	County CHAVES
Dedicated Acres	Joint o	r Infill Co	onsolidation C	ode Ord	er No.	<u></u>	,	<u> </u>	
120									

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



Mongoose BLM State #1H

Contingency Casing Design

If hole conditions dictate, 7" casing will be set A 6 1/8" hole will then be drilled to 11,734' MD (8404' TVD) where a 4 1/2" liner with packer port system will be run. If 7" is not set, then hole size will be reduced to 8 1/2" and drilled to 11,734' MD (8404' TVD) where 5 1/2" casing with a packer port system in the lateral, with a ECP and cementing tool above the top of curve. Will then cement the 5 1/2" from cementing tool up to 3200'

2nd Intermediate

	0 ft to	8,797 ft	Make up Torque ft-lbs	Total ft = '8,797
O D	Weight 26 #/ft	Grade Threads	opt min. mx.	
Collapse Resistance	Internal Yield 9,950 psi	Joint Strength 639 ,000 #	Body Yield Drift 830 ,000 # 6.151	

Cement w/900sx Lite Crete (YLD 2.66 Wt. 9 9), tail w/200sx Class C (YLD 1 34 Wt 14 8) TOC=Surface

Production Liner

	7,500 ft to	11,734 ft	Make up Torque ft-lbs	Total ft = 4,234
O.D	Weight	Grade Threads	opt min. mx.	
4.5 inches	11.6 #/ft	HCP-110 LT&C	3020 2270 3780	
Collapse Resistance	Internal Yield	Joint Strength	Body Yield Drift	
8,650 : psi	10,690 , psi	279 ,000 #	367,000# 3.875	

^{4 1/2&}quot; liner will be run with packer/port system with no cement.

Co: Yates Petroleum Corporation	Units: Feet, °, 7100ft	VS Az: 269.77	Tgt TVD: 8404.00
Drillers: 0	Elevation:	Tgt Radius: 0.00	Tgt MD: 0.00
Well Name: Moñgóosè BLM State #1H	Northing:	Tgt N/S: -13.50	Tgt Displ.: 0.00
Location: Section 25, 15S-30E	Easting:	Tgt E/W: -3429.70	Method: Minimum Curvature

							The second secon
No: MD CL:	Inc. Azi.	TVD:	VS +N/S-	+E/W-	BR	WR.	DLS Comments
0.00 0.00	0.00 0.00	0.00	0.00 0.00	0.00			
1 2123.00 2123.00	0.00 360.00	2123.00	0.00 0.00	0.00	0.00	0.00	0.00 Yates
2 2278.00 155.00	0.00 360:00	.2278.00	0.00	0.00	0.00	0.00	0:00 Seven Rivers
3 2916.00 638.00	0.00 360.00	2916.00	0.00 0.00	0.00	0.00	0.00	0.00 Queen
415.00	● 0.00 ■ 360.00	3331.00	0.00	0.00	0.00	0.00	0.00 Grayburg
5 3616.00 285.00	0.00 360.00	3616.00	0.00 0.00	0.00	0.00	0.00	0.00 San Andres
5176:00 (1560.00)	0.00 360.00	5176.00	0.00	0.00	0.00	0.00	0.00 Glorietta
7 6371.00 1195.00	0.00 360.00	6371.00	0.00 0.01	0.00	0.00	0.00	0.00 Tubb
8 7400:00 1029:00	№ 0.00 360.00	7400.00	0.00 0.01	0.00	0.00	0.00	0:00 Abo
9 8030.37 8030.37	0.00 269.77	8030.37	0.00 0.01	0.00	0.00	3.36	0.00 KOP
10 8100.00 69.63	8.36 269.77	8099.75	5.07 -0.01	-5.07	12.00	0.00	12.00
11 8200.00 100.00	20.36 269.77	8196.45 2	29.82 -0.11	-29.82	12.00	0.00	12.00
12 8300.00 100.00	32.36 269.77	8285.90	74.13 -0.28	-74.13	12.00	0.00	12:00
13 8400.00 100.00	44.36 269.77	8364.17 13	36.07 -0.53	-136.07	12.00	0.00	12.00
14 8500.00 100.00	56.36 269.77	8427.85 2	12.94 -0.83	-212.93	12.00	0.00	12.00
15 8600.00 100.00	68.36 269.77	8474.17 30	01.36 -1.18	-301.36	12.00	0.00	12.00
16 8700.00 100.00	80.36 269.77	8501.08 39	97.48 -1.56	-397.48	12.00	.≢·0.00 ≒	12.00
17 8797.20 766.83	92.02 269.77	8507.53 49	94.29 -1.94	-494.29	12.00	0.00	12.00 Basal Abo Target
18 11734.46 2937.26	92.02 269.77	8404.00 342	29.7313.49	-3429.70	0.00	0.00	0 00 Lateral TD

