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

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

APPLICATION FOR PERMIT TO DRILL

	Operator Name and Address Yates Petroleum Corporation		
105 South Four Artesia, NM 8		API Number 30-25-36258	
Property Code 32263	Property Name Twain BCW State	Well No. 001	

Surface Location

UL or Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
D	12	11S	34E		760	N	660	W	Lea

Proposed Pools

WILDCAT S113411J;MISS (GAS) 97042

Work Type New Well	Well Type Gas	Cable/Rotary	Lease Type State	Ground Level Elevation 4133
Multiple N	Proposed Depth 12600	Formation Mississippi Limestone	Contractor	Spud Date 4/22/2003

Proposed Casing and Cement Program

Туре	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	400	400	0
Int1	12.25	9.625	40	4200	1400	0
Prod	8.75	7	26	12600	1600	3700

Casing/Cement Program: Additional Comments

YPC proposes to drill/test the Mississippian/intermediate formations. Approx. 400 ft. of surface casing will be set/cemented. Intermediate casing will be run/cemented, perforate/stimulate as needed for production. MUD PROGRAM: 0-400 FT. FW/Spud Mud; 400-2130 ft. FW; 2130-4200 ft. Red Bed Mud/Oil; 4200-7600 ft. Cut Brine; 7600-9090 ft. S Gel/Oil; 9090-11510 S Gel/Starch; 11510-TD SW/Starch/4% KCL.

Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer
Double Ram	5000	5000	

I hereby certify that the information given above is true and complete to the best of my knowledge and belief.

Electronically Signed By: Robert Asher

Title: Regulatory Technician

Date: 4/21/2003

Phone: 505-748-4364

OIL CONSERVATION DIVISION

Electronically Approved By: Chris Williams

Title: District Supervisor

Approval Date: 4/22/2003 | Expiration Date: 4/22/2004 |
Conditions of Approval: No Conditions

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

1301 W. Grand Ave., Artesia, NM 88210 District III 1000 Rio Brazos Rd., Aztec, NM 87410

District IV

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

State of New Mexico Energy, Minerals and Natural Resources

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-25-36258	Pool Name WILDCAT S113411J;MISS (GAS)	Pool Code 97042
Property Code 32263	Property Name Twain BCW State	Well No. 001
OGRID No. 25575	Operator Name Yates Petroleum Corporation	Elevation 4133

Surface And Bottom Hole Location

UL or Lot	Section 12	Township 11S	Range 34E	Lot Idn	Feet From 760	N/S Line N	Feet From 660	E/W Line W	County Lea
	red Acres	Joint or	Infill	Consoli	dation Code		Order :	No.	

OPERATOR CERTIFICATION
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.
Electronically Signed By: Robert Asher
Title: Regulatory Technician
Date: 4/21/2003
98 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0
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.
Electronically Signed By: Herschel L. Jones
Date of Survey: 4/17/2003
* II