

1. Operator Name and Address YATES PETROLEUM CORPORATION 105 S 4TH ST ARTESIA , NM 88210		2. OGRID Number 25575
		3. API Number 30-05-64061
4. Property Code 34267	5. Property Name BOFFIN STATE UNIT	6. Well No. 002

UL - Lot F	Section 16	Township 09S	Range 27E	Lot Idn F	Feet From 1980	N/S Line N	Feet From 1600	E/W Line W	County CHAVES
---------------	---------------	-----------------	--------------	--------------	-------------------	---------------	-------------------	---------------	------------------

Siluro-Devonian	97457
-----------------	-------

9. Work Type New Well	10. Well Type GAS	11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 3832
14. Multiple N	15. Proposed Depth 6650	16. Formation Silurian	17. Contractor	18. Spud Date
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water
<b>Pit:</b> Liner: Synthetic <input type="checkbox"/> mls thick      Clay <input type="checkbox"/> Pit Volume:      bbls      Drilling Method: Closed Loop System <input type="checkbox"/> Fresh Water <input checked="" type="checkbox"/> Brine <input type="checkbox"/> Diesel/Oil-based <input type="checkbox"/> Gas/Air <input type="checkbox"/>				

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	14.75	11.75	42	400	275	0
Int1	11	8.625	24	1100	425	0
Prod	7.875	5.5	15.5	6650	1075	600

Yates Petroleum Corporation proposes to drill and test the Siluro-Devonian/Intermediate formations. Approximately 400' of surface casing will be set and cement circulated. Intermediate casing will be set at 1100', cement circulated to surface. If commercial, production casing will be ran and cemented, perforated, and stimulated as need to gain production.

Type	Working Pressure	Test Pressure	Manufacturer
DoubleRam	2000	2000	

Conditions of Approval Attached

**District I**  
 1625 N. French Dr., Hobbs, NM 88240  
 Phone:(505) 393-6161 Fax:(505) 393-0720

**District II**  
 1301 W. Grand Ave., Artesia, NM 88210  
 Phone:(505) 748-1283 Fax:(505) 748-9720

**District III**  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 Phone:(505) 334-6178 Fax:(505) 334-6170

**District IV**  
 1220 S. St Francis Dr., Santa Fe, NM 87505  
 Phone:(505) 476-3470 Fax:(505) 476-3462

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

Form C-102  
 Permit 82996

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

1. API Number 30-05-64061	2. Pool Code 97457	3. Pool Name Siluro-Devonian
4. Property Code 34267	5. Property Name BOFFIN STATE UNIT	6. Well No. 002
7. OGRID No. 25575	8. Operator Name YATES PETROLEUM CORPORATION	9. Elevation 3832

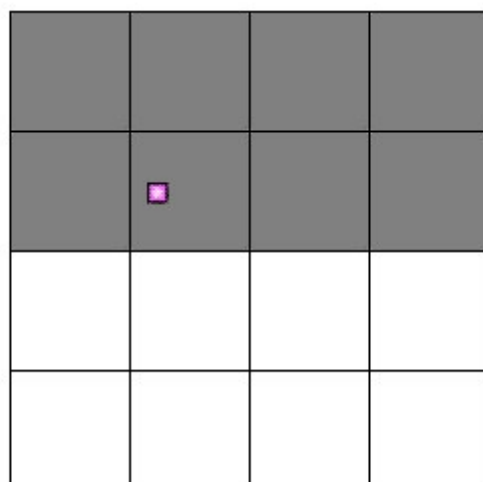
**10. Surface Location**

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
F	16	09S	27E		1980	N	1600	W	CHAVES

**11. Bottom Hole Location If Different From Surface**

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
12. Dedicated Acres 320.00		13. Joint or Infill		14. Consolidation Code		15. 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**



**OPERATOR CERTIFICATION**

*I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.*

E-Signed By: Monti Sanders

Title:

Date: 10/13/2008

**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.*

Surveyed By: Ronald Eidson

Date of Survey: 10/7/2008

Certificate Number: 3239

## Permit Comments

Operator: YATES PETROLEUM CORPORATION , 25575

Well: BOFFIN STATE UNIT #002

API: 30-05-64061

Created By	Comment	Comment Date
DCAFFALL	MUD PROGRAM: 0-400' Fresh Water Gel; 400' – 1100' Fresh Water; 1100' – 4700' Brine Water; 4700' – 6650' SW Gel/Starch/4-6% KCL	10/6/2008
DCAFFALL	BOPE PROGRAM: A 2000 psi BOP nipped up on 11 3/4" casing.	10/6/2008
DCAFFALL	Sources at Yates Petroleum Corporation have relayed information to me that they believe there will not be enough H2S found from the surface to the Silurian-Devonian formation to meet the OCD's minimum requirements for the submission of a contingency plan per Rule 118.	10/6/2008
DCAFFALL	The new C-144 for Close Loop System that reflects rule changes effective June 16, 2008 will be submitted via fax and then mailed to the appropriate OCD district office.	10/6/2008

# Permit Conditions of Approval

**Operator:** YATES PETROLEUM CORPORATION , 25575

**Well:** BOFFIN STATE UNIT #002

**API:** 30-05-64061

OCD Reviewer	Condition
TGUM	NOTE: TIE BACK DEATH OF THE PRODUCTION GSG.