District III 1625 N. French Dr., Hobbs, NM 88240 District III 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410

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

District IV

State of New Mexico Energy Minerals and Natural Resources

Form C-101 May 27, 2004

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Submit to appropriate District Office

☐ AMENDED REPORT

APPL	ICATI	ON I	OI	R PERMIT	TO D	RILL.	, RE-E	NTE	R, DI	EEPEN	, PLUGBA	CK, OF	R AD	D A ZONE	
APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEP Operator Name and Address										² OGRID Number					
Yates Petroleum Corporation 105 S. 4 th Street											025575 3 API Number				
Artesia, NM 88210									30-005-63550				50		
³ Property Code ⁵ Property								Name 6 Well No.					l No.		
⁹ Proposed Pool 1							30y DCD	¹⁰ Proposed Pool 2							
Comanche Spring Pre-Permian								1 Toposed Foot 2							
⁷ Surface Location															
UL or lot no. Section Township Range				Lot Idn Feet fro				North/South line		Feet from the	East/Wes	st line	County		
D 20 10S 27E					6				North		660	Wes	st	Chaves	
⁸ Proposed Bottom Hole Location If Different From Surface															
UL or lot no.	1 1		Range	Lot Idn		Feet fron	n the North/South		outh line	Feet from the East/We		st line	County		
Additional Well Information															
	Type Code			12 Well Type Co	de 13 Cable/			Rotary			Lease Type Code		15 Ground Level Elevation		
	P			G 17 Proposed Dep	N/A 18 Formation				S S Contractor		3788'GR ²⁰ Spud Date				
1	N			N/A	Siluro-Devonian			า		N/A	ASAP				
Depth to Groundwater >100'					Distance from nearest fresh water w				well		Distance from	n nearest surface water >1000'			
Pit: Liner: Synthetic 2 _12_ mils thick Clay Pit Volume:bbls Drilling.Method:															
Closed-Loop System															
²¹ Proposed Casing and Cement Program															
Hole Size Casing Size Casing weight/foot							/foot	5	Setting Depth Sacks of Cer			ment	ment Estimated TOC		
				····			TAT DY	. CE							
					IN PLACE										
									e the dat	a on the pr	esent productive z	one and pro	oposed r	new productive zone.	
Describe the	blowout pr	eventio	n pro	gram, if any. Us	e additiona	al sheets	if necessar	ry.							
Yates Petro	oleum Co	rporati	on p	lans to plugba	ick and r	ecompl	ete this v	well as	follow	s: MIRU	J any safety equ	ipment a	s neede	ed. Release the	
packer at 5	413' and	tubing	. Di	rill out the 35'	cement	and CII	BP at 630	00' wi	th foam	then pus	sh the plug dow 0' (28), 6472'-6	n to the c	old PB7	TD of 6575' then	
6486'-6492	2' (14), 64	194'-6	504'	(22) and 652	6'-6536'	(40) fo	or a total	of 160) holes.	Flow te	st lower set of S	Silurian p	erfs. S	timulate as	
needed. De	epending	on res	ults (of the swab te	st will eit	ther do	a larger.	high 1	rate acid	1 ioh w/h	alls move the r	nacker aĥ	ove the	other Silurian	
zones and test all of the Silurian perfs or turn the well over to production if the zone produces gas. If lower Silurian interval is wet, set a 5-1/2" cement retainer at 6510' and squeeze lower Silurian w/100 +/- sx of cement. Stimulate other Silurian perfs as needed.															
and the state of t															
23															
best of my knowledge and belief. I further certify that the drilling pit will be															
constructed according to NMOCD guidelines , a general permit , or proved by:															
an (attached) alternative OCD-approved plan . Signature:								TIM W. GUM DISTRICT II SUPERVISOR							
	Tina Hue	rta	٢	<u>urvar</u>	DEC	EIVE		Title:			J.: HU! A	JUPER	ZAIDI		
Printed name: Tina Huerta RECEIVED Title: Regulatory Compliance Supervisor									val Dat #	IAR 1	1 2005 E	xpiration D) n# e · -		
F-mail Address: tinah@vncnm.com							· ·	2 rbbio	· ai Dai	IHK T	T COOD IE	Aphianon D	相相	1 1 2006	
Date: March 9, 2005 Phone: 505-748-4168							SIA	Condit	ions of A	pproval At	tached				

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Avenue, 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 & Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

Form C-102

Revised June 10, 2003

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT												
1 A	r		² Pool Cod	le	³ Pool Name							
30-	50		75015	;	Comanche Spring Pre-Permian							
⁴ Property (Code		⁶ Well Number									
32061			1									
7 OGRID I	No.		⁹ Elevation									
02557	5		3788'GR									
¹⁰ Surface Location												
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the East/W		est line	County		
D	20	10S	27E		660	North	660 W		est	Chaves		
11 Bottom Hole Location If Different From Surface												
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line		County		
12 Dedicated Acres 13 Joint or Infill 14 Consolidation Code 15 Order No.												
320												

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 17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. 440'W Tina Huerta Regulatory Compliance Supervisor Title and E-mail Address March 9, 2005 18SURVEYOR 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. Date of Survey Signature and Seal of Professional Surveyor: Certificate Number

MARTIN YATES, III 1912 - 1985 FRANK W. YATES 1936 - 1986



105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210-2118

TELEPHONE (505) 748-1471

CHAIRMAN OF THE BOARD
JOHN A. YATES
PRESIDENT
PEYTON YATES
EXECUTIVE VICE PRESIDENT
RANDY G. PATTERSON

S. P. YATES

DENNIS G. KINSEY
TREASURER

March 9, 2005

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

Re: Gasby BCD State Com #1

Section 20-T10S-R27E

Chaves 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 Silurian formation to even meet the OCD's minimum requirements for the submission of a contingency plan per Rule 118.

Thank you,

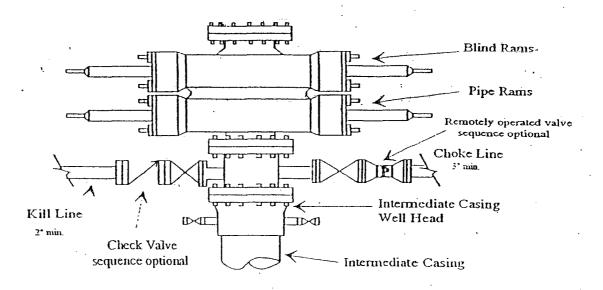
YATES PETROLEUM CORPORATION

Tina Huerta

Regulatory Compliance Supervisor

Yates Petroleum Corporation

Typical 3,000 psi Pressure System Schematic



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

