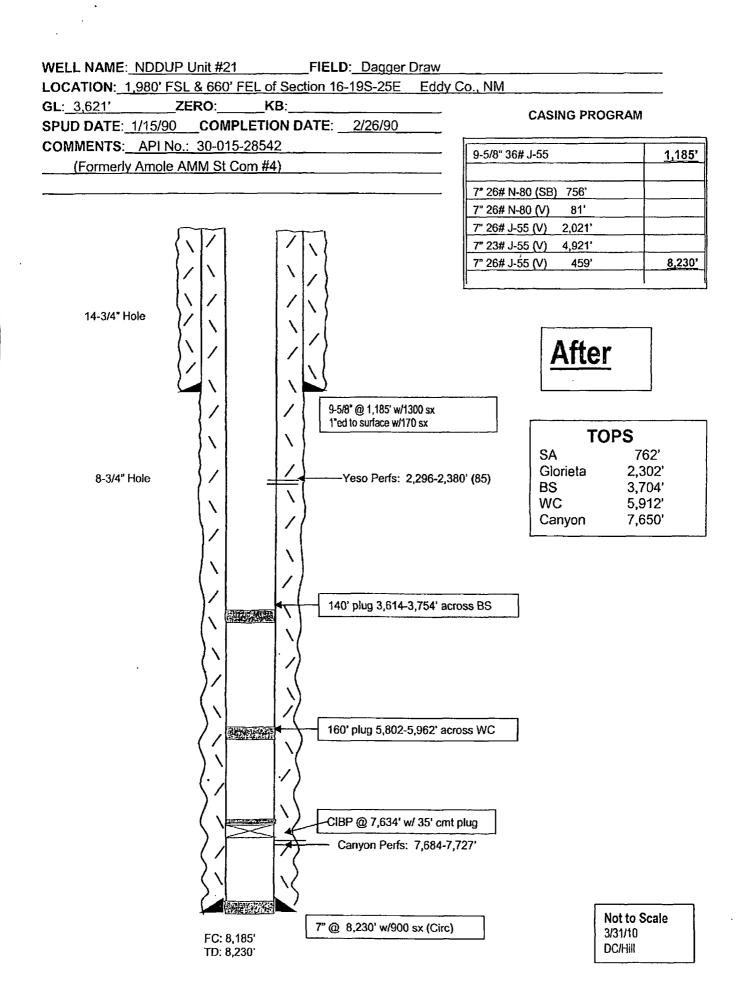
## District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV

## State of New Mexico Energy Minerals and Natural Resources

Form C-101 June 16, 2008

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

1220 S. St. Fr	Santa Fe, NM	87505	Santa	Fe, NM 87	7505		L		ENDED REFORT		
APPLICATION FOR PERMIT TO DRILL, RI  Operator Name and Address Yates Petroleum Corporation 105 South Fourth Street Artesia, NM 88210						E-ENTER	, DEEP	OGRID Number 025575  3 API Number			
Property Code 3 Property NDDUP NDDUP						30 - 015 - 28542					
9 Proposed Pool 1								<sup>10</sup> Proposed Pool 2			
		N. Seven I	Rivers; Gloriet	a-Yeso	7 Surfa	ce Location	————— n	· · · · · · · · · · · · · · · · · · ·			
UL or lot no.	Section 16	Township 19S	Range 25E.	Lot I	· · · · · · · · · · · · · · · · · · ·	om the Nortl	h/South line South	Feet from the 660		East/West line County East Eddy	
······································	<u>.                                    </u>	<u>-</u>	8 Pro	posed B	ottom Hole Lo	ocation If Dif	ferent Fro	m Surface		•	
UL or lot no.	Section	Township	Range	Lot I			h/South line	Feet from the	East/West	East/West line County	
		<del></del>			Additional \					11	
11 Work	Type Code P		12 Well Type Code 13 Cable/Rotary 14 Lease Type Code N/A S				15 Ground Level Elevation 3476'GL				
	lultiple N		17 Proposed Dep N/A	oth		mation		19 Contractor N/A		<sup>20</sup> Spud Date N/A	
Hole Size Casing Size			Proposed Casing Casing weight/foot		Setting	Setting Depth		ment	nt Estimated TOC		
		Т			IN I	PLACE		T	1		
Yates Petro Make a GR and a 140' a total of 8 PBTD. TI	blowout probleum Con VJB run to cement p 5 holes. S H with pu	revention prog rporation pl o 7650'. Se lug from 36 Stimulate as imping equi	ans to plugbat a CIBP at 7:14'-3754' ac needed. Flo	e additiona ack and re 7634' with cross Bone w the we arn well to	ecomplete this h 35' cement of e Spring. WO ll back and all o production.	well as follo on top. Spot OC and pressu	ws: MIRU a 160' cer ure test cas	J any safety equinent plug from 3 sing to 3800 psi. TIH with a bi	ipment as 5802'-596 Perforate	needed 2' acro 2' acro 2 Yeso sand de EIVE	ss Wolfcamp 2296'-2380' for the the
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.						Approved by:					
Printed name: Tina Huerta						Title: PETROLEUM BROWNER					
Title: Regulatory Compliance Supervisor						Approval Date: O Yloy/11 Expiration Date: 04/04/13					
E-mail Addre	ess. tinah@	)yatespetroleui	m.com								
Date March 10, 2011 Phone: 575-748-4168						Conditions of Approval Attached					



## DISTRICT I --- CHECKLIST FOR INTENTS TO DRILL

Operator	YATES PETROLEUM	CORP	OGRID# 25575
2 UL QQ Well Nar	ne &# NDDUPUNI	T # 21	Surface Type (F) (S) (
P F O O ( Location	ne & # NDDUP UNI- UL I Sect 16, Twnship 19 s, F	NG 25e,	Sub-surface Type (F)((S)
A	Date C101 rec'd  1. Check mark, Information is OK on FOGRID  BONDING  PROP C  Inactive Well list as of:  a. District Grant APD but see numb  No letter required  Additional Bonding as of:  a. District Denial because operato  No Letter required  Sent Let  b. District Denial because of Inactive	C101 reviorms:  ODE	Santa Fe So Santa Fe
	No Letter required; Sent I		
	1. Pool, Signature, a. Dedicated acreage, b. SUR. Location Standard, c. Well shares acres: Yes, N 2. 2 <sup>nd</sup> . Operator in same acreage, Ye Agreement Letter, Disagree 3. Intent to Directional Drill Yes	: Non-Standard Locatio o # of wells plu es, No ement letter, No	on
	a. Dedicated acreage		Dettembale
	<ul><li>b. Bottomhole Location Standar</li><li>4. Downhole Commingle: Yes</li></ul>		bottomnole
	a. Pool #2	'	Acres
	Pool #3		
	Pool #4		, Acres
f	5. POTASH Area Yes, No  D. Blowout Preventer Yes, No  E. H2S Yes, No, No  C. C144 Pit Registration Yes, No  Does APD require Santa Fe Approval:  1. Non-Standard Location: Yes  2. Non-Standard Proration: Yes  3. Simultaneous Dedication: Yes  Number of wells Plus #  4. Injection order Yes, No  5. SWD order Yes, NO  6. DHC from SF;	, No, NSL #, No, NSP #, No, SD #, SWD #	or WFX #
	7. OCD Approval Date/		PI#30-0/5 28542