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

State of New Mexico Energy Minerals and Natural Resources RECEIVED ubmit to appropriate District Office

Form C-101 May 27, 2004

Oil Conservation Division 1220 South St. Francis Dr.

Santa Fe, NM 87505

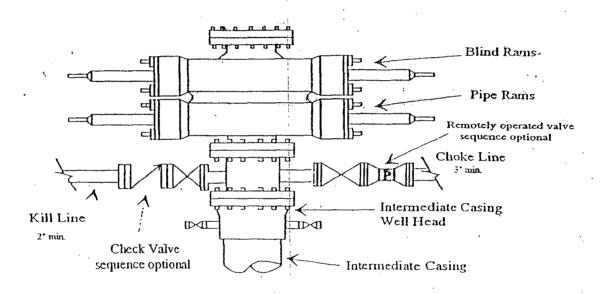
DEC _ 8 2005

AMENDED REPORT

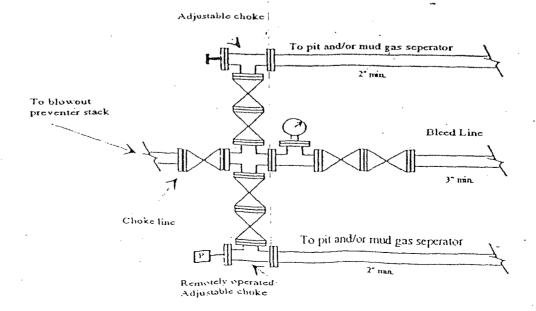
APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE														
Operator Name and Address Yates Petroleum Corporation										OGRID Number 025575				
			1 6	105 S. 4 th	Street			³ API Number						
³ Prope		- 1	Artesia, NN	1 88210	Property	/ Name	· · · · · · · · · · · · · · · · · · ·				005-63679 Well No.			
34116					Barracuda State Unit					1				
⁹ Proposed Pool 1							¹⁰ Proposed Pool 2							
Undes Foor Ranch San Andres														
Surface Location														
UL or lot no. H	Section 5	Townsl 10S		Range Lot Idn Feet from 27E 168			North/South line North		Feet from the 800	East/West East		County Chaves		
8 Proposed Bottom Hole Location If Different											Dust		Chaves	
UL or lot no.	Section			Range			rom the	North/South line		Feet from the	East/West line Con		County	
					1 300 110									
Additional Well Information														
	Work Type Code			¹² Well Type Co O	I	13 Cable/Rotary N/A			¹⁴ Lease Type Code S			15 Ground Level Elevation 3934'GR		
¹⁶ M	ultiple			¹⁷ Proposed Dep	th	¹⁸ Fo		19 Contractor			²⁰ Spud Date			
	N						Devonian			N/A		ASAP		
Depth to Grou	inawater >10	0'			Distance	e from nearest fr >1	esn water v 000'	well Distance from			n nearest surface water >1000'			
Pit: Liner: Synthetic mils thick Clay Pit Volume:bbls Drilling Method:														
Closed-Loop System														
²¹ Proposed Casing and Cement Program														
Hole Size Casing Size					Casing weight/foot			Setting Depth Sacks of C		Sacks of Ce	ement Estima		timated TOC	
						YATT	T A CIE	TE						
						IN P	LACE	,						
²² Describe the proposed program. If this application is to DEEPEN or PLUG BA											ve zone and proposed new productive zone.			
Describe the	blowout pr	evention	n progr	ram, if any. Us	e additiona	al sheets if neces	sary.	1						
Yates Petro	leum Co	rporatio	on pla	ans to add ad	ditional S	Silurian, then	possibly	plugba	ack and r	ecomplete to the	e San And	dres as f	ollows: Rig up	
Perforate S	ilurian 64	20'-64	132' (48), 6446'-6	449' (16)) and 6453'-6	456' (16	5). Stin	nulate as	6400° cleaning needed. Depen	ding on th	ne result	s of the swab	
test will eitl	her set a (CIBP (a 636	56' with 35' o	cement, d	lo a larger, hi	gh rate a	cid iob	w/balls.	If test San Ānd 2014'-2018' (lres, set 1 ^s	t CIBP a	at 6366' with	
2052' (20),	2082'-20	084' (6	6), 210	08'-2110' (6	and 213	32'-2139' (16). Stimu	late as	needed.	2014 2010 (10), 2032	2030	(10), 2044 -	
								:						
	²³ I hereby certify that the information given above is true and complete to the							OIL CONSERVATION DIVISION						
best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines, a general permit, or							Appro	ved by:	A.	1/2	a.			
an (attached) alternative OCD-approved plan .										n) W.	- Che	W.		
Signature: Signature: Suran Kuenta							_	NA	The second	AIL S	Segue	ear-	Las:	
Printed name: Tina Huerta							Title:	+ -		·	0	DEC	1 9 200e	
Title: Regulatory Compliance Supervisor							Appro	val Date	EC 1	2 2005 E	xpiration Da	ate:	T & C000	
E-mail Address: tinah@ypcnm.com							-							
Date: December 7, 2005 Phone: 505-748-4168							Condit	Conditions of Approval Attached						

Yates Petroleum Corporation

Typical 3,000 psi Pressure System Schematic



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



<u>District I</u>
1625 N. French Dr., Hobbs, NM 88240
<u>District II</u>
1301 W. Grand Avenue, Artesia, NM 88210
<u>District III</u>
1000 Rio Brazos Rd., Aztec, NM 87410

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

1 API Number

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

³ Pool Name

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

30-	005-636	79	しん	7165		des.	Cor K	anch	San	Andres			
⁴ Property C		⁵ Property Name Barracuda State Unit									⁶ Well Number		
34116					1								
⁷ OGRID N	0.	Operator Name										Elevation	
02557	5	Yates Petroleum Corporation										3934'GR	
	L				¹⁰ Surface	Locatio	n			I			
UL or lot no.	Section	Townsh	ip Range	Lot Idn	Feet from the	North/South line Fe		Feet from	eet from the East/		ine	County	
H	5	108	27E		1680			800				Chaves	
11 Bottom Hole Location If Different From Surface													
UL or lot no.	Section	Townsh		Lot Idn	Feet from the				t from the East/West line		ine	County	
12 Dedicated Acre	s ¹³ Joint	or Infill	14 Consolidation	n Code 15 (Order No.	I				I			
40													
16			SIAN		JNIT HAS BEEN	N.0891	300	Interior Int	OP] areby corue and aref. ature ature ature ature ature ature and E-n cembe	ERATOR ertify that the in d complete to th	nformat e best d	TIFICATION ion contained herein of my knowledge and ervisor	
						ECEIN DEC _ 8 D-AR		Date Sign	ereby control was p de by m de is tru e of Surv ature an	ertify that the w lotted from field ne or under my ue and correct t vey vey	vell local d notes supervi	CIFICATION ution shown on this of actual surveys ision, and that the est of my belief. veyor:	
								Certi	ificate N	umber			

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 VATES

SECRETARY
DENNIS G. KINSEY
TREASURER

December 7, 2005

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

DEC _ 8 2005 OCD-AHTESIA

Re:

Barracuda State Unit #1 Section 5-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 San Andres 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