• 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 I Resources

Month - Year

Oil Conservation rision

1220 South Form S Dr.

Santa Fe, NM 87505

Form C-101

May 27, 2004

MAR 2 9 2007 ubmit to appropriate District Office

CD - ARIESIA, NM

AMENDED REPORT

1220 S. St. Francis Dr., Santa Fe, NM 87505 APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE OGRID Number Operator Name and Address Yates Petroleum Corporation 105 S. 4th Street Artesia, NM 88210 025575 API Number 30-015-26469 Property Code Well No. Property Name 20906 Jenny Com 10 Proposed Pool 2 Proposed Pool 1 Wildcar: WHEam wildeat: ⁷ Surface Location UL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the Fast/West line County 1750 North 660 West Eddy E 17 19S 25E ⁸ Proposed Bottom Hole Location If Different From Surface Feet from the North/South line Feet from the East/West line County UL or lot no. Section Township Range Lot Idn Additional Well Information 13 Cable/Rotary 15 Ground Level Elevation 11 Work Type Code ¹² Well Type Code 14 Lease Type Code 3543'GR N/A G 16 Multiple 18 Formation 19 Contractor 20 Spud Date ⁷ Proposed Depth N N/A Mississippian N/A ASAP Depth to Groundwater Distance from nearest fresh water well Distance from nearest surface water Liner: Synthetic mils thick Clay 🔲 Pit Volume: Drilling Method: Pit: Fresh Water Brine Diesel/Oil-based Gas/Air Closed-Loop System Proposed Casing and Cement Program Hole Size Casing Size Casing weight/foot Setting Depth Sacks of Cement Estimated TOC IN PLACE ²² Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary. Yates Petroleum Corporation plans to plugback and recomplete this well as follows: Perforate Cisco 6620'-6630' (22), 6688'-6692' (10). 6740'-6760' (22) and 6810'-6814' (10). TIH with 7" RBP with ball catcher and 7" AS-1 10K packer with on/off tool with 1.87" profile nipple and 2-3/8" tubing, set packer at +/-6570' and test. Stimulate Cisco as needed. Will swab test and evaluate. If these are extremely wet, we will set a CIBP at 6570' with 35' cement on top and move up to shoot more pay. If the interval 6620'-6814' is not making extreme water the plan is to continue up hole to add in the rest of the Cisco. NOTE: Release packer and latch onto RBP to POOH if these are giving up more than acceptable amounts of water. If not, then move the RBP to 6570' and test. POOH with packer. If decision is made to run CIBP, POOH with the RBP and packer and set a 7" CIBP at 6200'. Perforate Cisco 6016'-6020' (10), 6180'-6186' (26), 6232'-6240' (18), 6350'-6354' (10), 6476'-6484' (18) and 6494'-6498' (11). Set a packer at +/-5966'. Stimulate as needed. Swab test and evaluate. If compatible with the lower interval, release packer and latch onto RBP to POOH. TIH with packer and set at +/-5966'. 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 NMQCD guidelines , a general permit , or Approved by: an (attached) alternative OCD-approved plan . BRYAN G. ARRANT Signature DISTRICT II GEOLOGIST Printed name: Tina Huerta Title: APR 0 2 2008 Approval Date: APR 0 2 2007 Title: Regulatory Compliance Supervisor **Expiration Date:** E-mail Address: tinah@ypcnm.com

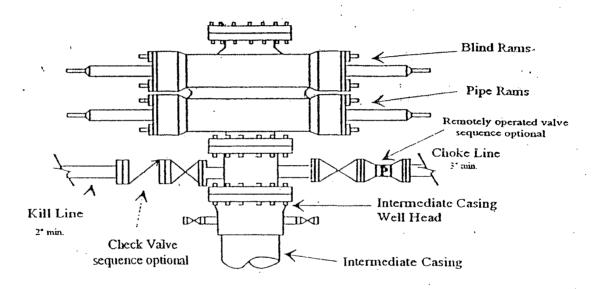
Conditions of Approval Attached

Phone: 505-748-4168

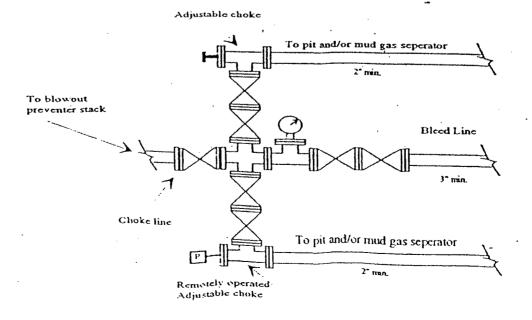
Date: March 28, 2007

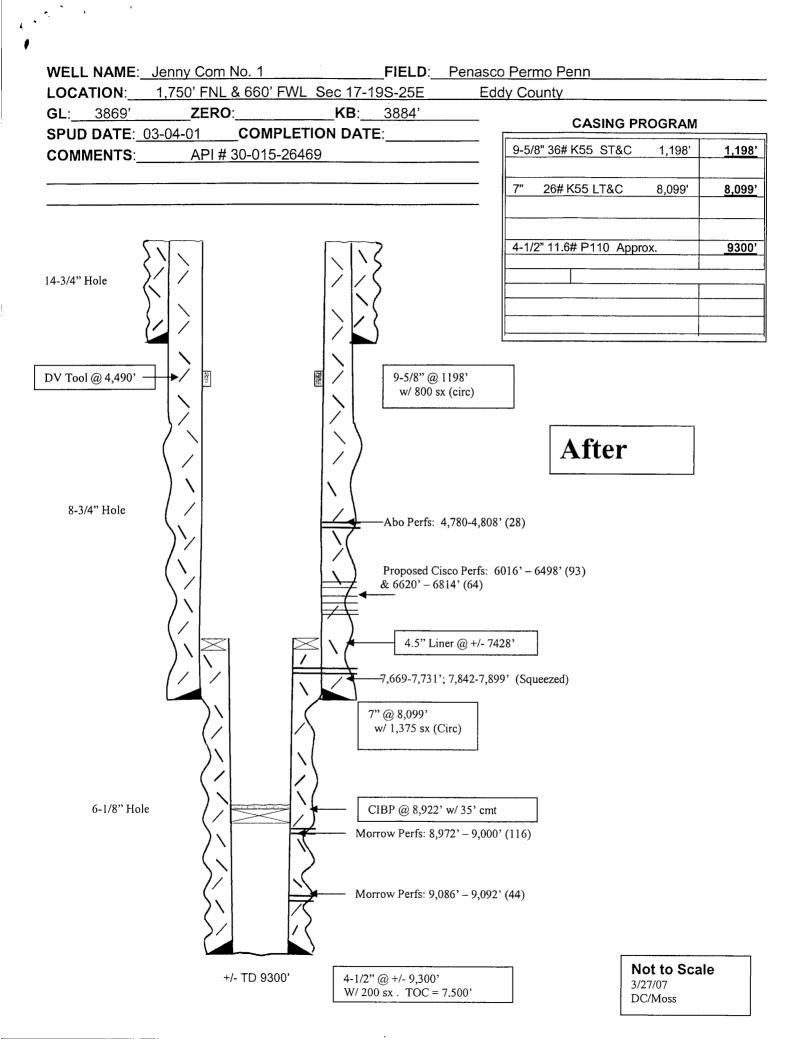
Yates Petroleum Corporation

Typical 3,000 psi Pressure System Schematic



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





Arrant, Bryan, EMNRD

From: Arrant, Bryan, EMNRD

Sent: Wednesday, April 11, 2007 2:54 PM

To: 'tinah@ypcnm.com'; 'Smoss@ypcnm.com'

Cc: Catanach, David, EMNRD

Subject: Jenny Com. # 1/ API #30-015-26469

Hi Tina,

I have approved your recompletion for the above noted well.

I cannot place this well in the Penasco Draw; Permo-Penn as this area lies directly above the

Dagger Draw; Upper Penn., North Pool.

This recompletion will most likely be a noted as Wildcat; Wolfcamp gas for the time being.

Please refer to the log for this well on our web site. The OCD's geologist back in time topped the

log for this well.

Those tops come from regional cross sections that industry put together for the OCD back in the 1970s'.

Please call if you have any questions.

Visit w/you later,

Bryan Arrant NMOCD District II Geologist 505-748-1283 ext. 103

CC: Well file