

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
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505



Form C-104
Revised Feb. 26, 2007

Submit to Appropriate District Office
5 Copies

☐ AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

| | | | |
|---|--|---|---------------------------------|
| ¹ Operator name and Address Yates Petroleum Corporation 105 South Fourth Street Artesia, NM 88210 | | ² OGRID Number 025575 | |
| APR 21 2008 OCD-ARTESIA | | ³ Reason for Filing Code/ Effective Date NW | |
| ⁴ API Number 30-015-35838 | ⁵ Pool Name Salt Draw; Morrow, West | | ⁶ Pool Code 96819 |
| ⁷ Property Code 36766 | ⁸ Property Name Gurkha BKG State Com | | ⁹ Well Number 1 |

II. ¹⁰ Surface Location

| Ul or lot no. P | Section 36 | Township 24S | Range 27E | Lot Idn | Feet from the 990 | North/South Line South | Feet from the 660 | East/West line East | County Eddy |
|--------------------|---------------|-----------------|--------------|---------|----------------------|---------------------------|----------------------|------------------------|----------------|
|--------------------|---------------|-----------------|--------------|---------|----------------------|---------------------------|----------------------|------------------------|----------------|

¹¹ Bottom Hole Location

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|-----------------------------|---|---|-----------------------------------|------------------------------------|-------------------------------------|------------------|---------------|----------------|--------|
| ¹² Lse Code S | ¹³ Producing Method Code F | ¹⁴ Gas Connection Date 3/20/08 | ¹⁵ C-129 Permit Number | ¹⁶ C-129 Effective Date | ¹⁷ C-129 Expiration Date | | | | |

III. Oil and Gas Transporters

| ¹⁸ Transporter OGRID | ¹⁹ Transporter Name and Address | ²⁰ O/G/W |
|------------------------------------|--|---------------------|
| 147831 | Agave Energy Company 105 South Fourth Street Artesia, NM 88210 | G |
| | | |
| | | |
| | | |
| | | |

IV. Well Completion Data

| | | | | | |
|---|-------------------------------------|-----------------------------|-------------------------------|---|-----------------------|
| ²¹ Spud Date RH 11/19/07 RT 11/23/07 | ²² Ready Date 3/19/08 | ²³ TD 12,999' | ²⁴ PBTD 12,950' | ²⁵ Perforations 12,322'-12,768' | ²⁶ DHC, MC |
| ²⁷ Hole Size | ²⁸ Casing & Tubing Size | ²⁹ Depth Set | ³⁰ Sacks Cement | | |
| 26" | 20" | 40' | Conductor | | |
| 17-1/2" | 13-3/8" | 682' | 570 sx (circ) | | |
| 12-1/4" | 9-5/8" | 2530' | 920 sx (circ) | | |
| 8-3/4" | 7" | 9304' | 450 sx (TOC 7235' tagged) | | |
| 6-1/8" | 4-1/2" | 12,999' | 305 sx (TOC 8370' est.) | | |
| | 2-3/8" | 12,222' | | | |

V. Well Test Data

| | | | | | |
|-----------------------------------|--|------------------------------------|-------------------------------------|---|--|
| ³¹ Date New Oil | ³² Gas Delivery Date 3/20/08 | ³³ Test Date 4/13/08 | ³⁴ Test Length 24 hrs | ³⁵ Tbg. Pressure 1100 psi | ³⁶ Csg. Pressure 900 psi |
| ³⁷ Choke Size 9/64" | ³⁸ Oil 0 | ³⁹ Water 3 | ⁴⁰ Gas 310 | | ⁴¹ Test Method Flow Test |

| | | | |
|--|------------------------|--|--|
| ⁴² I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature: | | OIL CONSERVATION DIVISION | |
| Printed name: Tina Huerta | | Approved by: | |
| Title: Regulatory Compliance Supervisor | | Title: Compliance Officer | |
| E-mail Address: tinah@ypcnm.com | | Approval Date: APPROVED APR 23 2008 | |
| Date: April 16, 2008 | Phone: 575-748-4168 | | |