| NERGY AND MIN  | <del></del>                           |                                | 11.                                 | IL CONSERVATION DIVISIC P. O. BOX 2088                      |                              |                       |         |                    | Form C-101<br>Revised 10-1-78  |                |  |  |
|--|---------------------------------------|--------------------------------|-------------------------------------|---|------------------------------|-----------------------|---------|--------------------|--|----------------|--|--|
| DISTRIBUTION SANTA FE FILE   |                                       |                                | SANTA FE, NEW MEXICO 87501 RECEIVED |   |                              |                       |         | D                  | SA. Indicate Type of Loase  STATE XX FEE  5. State Oil & Gas Loace No. |                |  |  |
| U.S.G.S.  LAND OFFIC  OPERATOR   |                                       |                                | ···                                 |   |                              | JUL 1                 |         | i                  | LG-668   |                | 17777777777777777777777777777777777777 |  |
| APPLICATION FOR PERMIT  a. Type of Work  DRILLXX   |                                       |                                |                                     | O DRILL, DEEPEN, OR PLUG BACK D.  ARTESIA, OFFICE PLUG BACK |                              |                       |         |                    | 7. Unit Agreement Name   |                |  |  |
| OIL GAS WELL Y OTHE  |                                       |                                | HER                                 | SINGLE MULTIPLE   |                              |                       |         |                    | 8. Form or Lease Name Bajillo Draw "WQ" S 9. Well No.                  |                |  |  |
| Yates Petroleum Corporation  Address of Operator   |                                       |                                |                                     |   |                              |                       |         |                    | 10. Field and Pool, or Wildcat   |                |  |  |
| 207 S. 4th, Artesia, New Mexico 88210  Location of Well UNIT LETTER HE LOCATED 660 FEET FROM THE NOrth LINE  |                                       |                                |                                     |   |                              |                       |         | LINE               |  |                |  |  |
| 1780   | FEET FROM T                           | ME I                           | East 11                             | e of sec. 28  |                              | (P. 75 PGT. 2         | 3E,     | MADM               | Chaves   |                |  |  |
|  |                                       |                                |                                     |   | 119                          | , Proposea Depth      | 19A.    | Formation          |  | 20, Rete       | uy or C.T.                             |  |
| Lievations (Show whether DF, KT, etc.)   |                                       | (21A. Kind & Status Plug. Bond |                                     | 1   | 3250 'B. Erilling Contractor |                       | Abo     |                    | Rotary   |                |  |  |
| 3868' GL   |                                       | Blanket                        |                                     | 21  | not determin                 |                       | had     | j                  | c. Date Work will start<br>SAP   |                |  |  |
| 1.   |                                       |                                |                                     |   | 7                            | CEMENT PROGRAM        | 111111  | <u>reu</u>         | I AD   | MP             |  |  |
|  |                                       |                                |                                     |   |                              |                       |         |                    | ·  |                |  |  |
|  | SIZE OF HOLE   SIZE OF 14 3/4"   10 3 |                                | <del></del>                         |   |                              | SETTING DEPTH         |         |                    |  | EST. TOP       |  |  |
| 7 7/   | <del></del>                           |                                | /4" 40.5# J-55<br>/2" 9.5# J-55     |   |                              | 1100'<br>TD           |         | 850 sx<br>350 sx   |  |                | cculated.                              |  |
|  |                                       | <del> </del>                   |                                     | <u> </u>  | <b>-</b>                     | <b>FD</b>             | 1       |                    |  |                |  |  |
| We propose to drill and test the Abo and intermediate formations. Approximately 1100' of surface casing will be set and cement circulated to shut off gravel and caving. If needed (lost circulation) 8 5/8" intermediate casing will be run to 1500' and cemented with enough cement calculated to tie back into the surface casing. If commercial, production casing will be run and cemented with adequate cover, perforated and stimulated as needed for production.  MUD PROGRAM: FW gel/LCM to 1100', Brien to 3200', Brine/KCL water to TD. |                                       |                                |                                     |   |                              |                       |         |                    |  |                |  |  |
| BOP P  | ROGRAM:                               | BOP's                          | will b                              | oe installed  | d a                          | at the offse          |         |                    |  | _              |  |  |
| <del></del>  | OT DEDICA                             | 1                              | TOGRAM: IF P                        | Carta Maria   | 4                            | PL'16 BACK, GIVE DATA | PE<br>U | RMIT EX<br>NLESS D | ALID FOR<br>PIRES<br>FILLING I   | /-/9<br>INDERN | 84<br>WAY                              |  |
| ned My   | to a Vo                               | why.                           | rue and comp                        | tete to the best of my                                      | •                            | -                     |         | De                 | ase <u>7/18/</u>   | 83             |  |  |
| PROVED BY  | Mis space for St.                     | ore Wes                        | la .                                | OIL AR  | ID 6                         | AS INSPECTOR          |         | D                  | ATE JUL  | 191            | 983                                    |  |
| NOITIONS OF A  | PPROVAL, IF A                         | NYI                            |                                     | •   |                              | C.C. in sufficient    |         |                    | -  |                |  |  |

Notify N.M.O.C.C. in sufficien time to witness communing the 12 touring

## Form C-102 Supersedes C-128 Effective 1-1-65

## I. W MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

All distances must be from the outer boundaries of the Section Operator Well No. YATES PETROLEUM CORPORATION "WQ" State Bajillo Draw 3 Unit Letter Township 7 South 23 East Chaves Actual Footage Location of Well: feet from the North 1780 line and East feet from the Ground Level Elev. Producing Formation Dedicated Acreage: 3868' GL 1 D o 1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below. 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty). 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc? No If answer is "yes," type of consolidation If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.)\_ No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commis-CERTIFICATION I hereby certify that the information contained herein is true and complete to the 1785 Ken Beardemphl 16-6682 Regulatory Agent Yates Petroleum Coro. 7/18/83 I heroby certify that the well location shown on this plat was platted 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 knowledge and belief. Date Surveyed July 16, 1983 Registered Professional Engineer 330 1320 1650 3640

1500

1000

500

## EXHIBIT B

## BOP DIAGRAM RATED 3000#

