

|                                                                                                                                                                                                              |  |                                                |  |                                                                          |  |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|------------------------------------------------|--|--------------------------------------------------------------------------|--|
| DISTRIBUTION                                                                                                                                                                                                 |  | NEW MEXICO OIL CONSERVATION COMMISSION         |  | Form C-104                                                               |  |
| OFFICE                                                                                                                                                                                                       |  | REQUEST FOR ALLOWABLE                          |  | Supersedes Old C-104 and C-11                                            |  |
| UNIT                                                                                                                                                                                                         |  | AND                                            |  | Effective 1-1-65                                                         |  |
| WELL                                                                                                                                                                                                         |  | AUTHORIZATION TO TRANSPORT OIL AND NATURAL GAS |  |                                                                          |  |
| AND OFFICE                                                                                                                                                                                                   |  | RECEIVED                                       |  |                                                                          |  |
| TRANSPORTER                                                                                                                                                                                                  |  | SEP 19 1979                                    |  |                                                                          |  |
| OPERATOR                                                                                                                                                                                                     |  | O.C.C.                                         |  |                                                                          |  |
| REGISTRATION OFFICE                                                                                                                                                                                          |  | ARTESIA, OFFICE                                |  |                                                                          |  |
| Yates Petroleum Corporation                                                                                                                                                                                  |  |                                                |  |                                                                          |  |
| 207 South 4th Street - Artesia, NM 88210                                                                                                                                                                     |  |                                                |  |                                                                          |  |
| Reason(s) for filing (Check proper box)                                                                                                                                                                      |  |                                                |  |                                                                          |  |
| New Well                                                                                                                                                                                                     |  | Change in Transporter of                       |  | Other (Please explain)                                                   |  |
| Completion                                                                                                                                                                                                   |  | Oil                                            |  | Dry Gas                                                                  |  |
| Change in Ownership                                                                                                                                                                                          |  | Casinghead Gas                                 |  | Condensate                                                               |  |
| Change of ownership give name and address of previous owner                                                                                                                                                  |  |                                                |  |                                                                          |  |
| DESCRIPTION OF WELL AND LEASE                                                                                                                                                                                |  |                                                |  |                                                                          |  |
| Well Name                                                                                                                                                                                                    |  | Well No.                                       |  | Kind of Lease                                                            |  |
| Kincaid "BI"                                                                                                                                                                                                 |  | 1                                              |  | State, Federal or Fee                                                    |  |
| Location                                                                                                                                                                                                     |  | Pool Name, including Formation                 |  | Lease No.                                                                |  |
| Unit Letter B                                                                                                                                                                                                |  | Penasco Draw S. A. Yeso                        |  | Fee                                                                      |  |
| Line of Section 25                                                                                                                                                                                           |  | Township 18S                                   |  | Range 25E                                                                |  |
|                                                                                                                                                                                                              |  | NMPM,                                          |  | Eddy                                                                     |  |
|                                                                                                                                                                                                              |  |                                                |  | County                                                                   |  |
| DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS                                                                                                                                                            |  |                                                |  |                                                                          |  |
| Name of Authorized Transporter of Oil                                                                                                                                                                        |  | or Condensate                                  |  | Address (Give address to which approved copy of this form is to be sent) |  |
| Navajo Crude Oil Purchasing Company                                                                                                                                                                          |  |                                                |  | No. Freeman Ave - Artesia, NM 88210                                      |  |
| Name of Authorized Transporter of Casinghead Gas                                                                                                                                                             |  | or Dry Gas                                     |  | Address (Give address to which approved copy of this form is to be sent) |  |
| Yates Petroleum Corporation                                                                                                                                                                                  |  |                                                |  | 207 South 4th Street-Artesia, NM 88210                                   |  |
| Well produces oil or liquids, give location of tanks.                                                                                                                                                        |  | Unit                                           |  | Is gas actually connected?                                               |  |
|                                                                                                                                                                                                              |  | B                                              |  | Yes                                                                      |  |
|                                                                                                                                                                                                              |  | 25                                             |  | When                                                                     |  |
|                                                                                                                                                                                                              |  | 18S                                            |  | 2-29-73                                                                  |  |
|                                                                                                                                                                                                              |  | 25E                                            |  |                                                                          |  |
| this production is commingled with that from any other lease or pool, give commingling order number:                                                                                                         |  |                                                |  |                                                                          |  |
| COMPLETION DATA                                                                                                                                                                                              |  |                                                |  |                                                                          |  |
| Designate Type of Completion - (X)                                                                                                                                                                           |  | Oil Well                                       |  | Gas Well                                                                 |  |
|                                                                                                                                                                                                              |  | New Well                                       |  | Workover                                                                 |  |
|                                                                                                                                                                                                              |  | Deepen                                         |  | Plug Back                                                                |  |
|                                                                                                                                                                                                              |  | Same Res't.                                    |  | Diff. Res't.                                                             |  |
| Date Spudded                                                                                                                                                                                                 |  | Date Compl. Ready to Prod.                     |  | Total Depth                                                              |  |
|                                                                                                                                                                                                              |  |                                                |  | P.B.T.D.                                                                 |  |
| Elevations (DF, RKB, RT, GR, etc.)                                                                                                                                                                           |  | Name of Producing Formation                    |  | Top Oil/Gas Pay                                                          |  |
|                                                                                                                                                                                                              |  |                                                |  | Tubing Depth                                                             |  |
| Perforations                                                                                                                                                                                                 |  |                                                |  | Depth Casing Shoe                                                        |  |
| TUBING, CASING, AND CEMENTING RECORD                                                                                                                                                                         |  |                                                |  |                                                                          |  |
| HOLE SIZE                                                                                                                                                                                                    |  | CASING & TUBING SIZE                           |  | DEPTH SET                                                                |  |
|                                                                                                                                                                                                              |  |                                                |  | SACKS CEMENT                                                             |  |
|                                                                                                                                                                                                              |  |                                                |  |                                                                          |  |
|                                                                                                                                                                                                              |  |                                                |  |                                                                          |  |
| TEST DATA AND REQUEST FOR ALLOWABLE OIL WELL                                                                                                                                                                 |  |                                                |  |                                                                          |  |
| Date First New Oil Run To Tanks                                                                                                                                                                              |  | Date of Test                                   |  | Producing Method (Flow, pump, gas lift, etc.)                            |  |
| Length of Test                                                                                                                                                                                               |  | Tubing Pressure                                |  | Casing Pressure                                                          |  |
| Actual Prod. During Test                                                                                                                                                                                     |  | Oil-Bbls.                                      |  | Water-Bbls.                                                              |  |
|                                                                                                                                                                                                              |  |                                                |  | Gas-MCF                                                                  |  |
|                                                                                                                                                                                                              |  |                                                |  | Grav. of Condensate                                                      |  |
| Testing Method (pilot, back pr.)                                                                                                                                                                             |  | Tubing Pressure (Shut-in)                      |  | Casing Pressure (Shut-in)                                                |  |
|                                                                                                                                                                                                              |  |                                                |  | Check Size                                                               |  |
| CERTIFICATE OF COMPLIANCE                                                                                                                                                                                    |  |                                                |  |                                                                          |  |
| I hereby certify that the rules and regulations of the Oil Conservation Commission have been complied with and that the information given above is true and complete to the best of my knowledge and belief. |  |                                                |  |                                                                          |  |
| Christine Tomlinson - Geol. Secty.                                                                                                                                                                           |  |                                                |  |                                                                          |  |
| 9-18-79                                                                                                                                                                                                      |  |                                                |  |                                                                          |  |
| OIL CONSERVATION COMMISSION                                                                                                                                                                                  |  |                                                |  |                                                                          |  |
| APPROVED SEP 20 1979                                                                                                                                                                                         |  |                                                |  |                                                                          |  |
| BY W. A. Gressett                                                                                                                                                                                            |  |                                                |  |                                                                          |  |
| SUPERVISOR, DISTRICT II                                                                                                                                                                                      |  |                                                |  |                                                                          |  |
| TITLE                                                                                                                                                                                                        |  |                                                |  |                                                                          |  |
| This form is to be filed in compliance with RULE 1104.                                                                                                                                                       |  |                                                |  |                                                                          |  |
| If this is a request for allowable for a newly drilled or deepened well, this form must be accompanied by a tabulation of the deviation facts taken on the well in accordance with RULE 111.                 |  |                                                |  |                                                                          |  |
| All sections of this form must be filled out completely for allowables on new and recompleted wells.                                                                                                         |  |                                                |  |                                                                          |  |
| Fill out only Sections I, II, III, and VI for change of owner, well name or number, or transporter or other such change of condition.                                                                        |  |                                                |  |                                                                          |  |