



THE FOLLOWING CONSTITUTE MINIMUM BLOWOUT PREVENTER REQUIREMENTS

- . All preventers to be hydraulically operated with secondary manual controls installed prior to drilling out from under casing.
- . Choke outlet to be a minimum of 4" diameter.
- . Kill line to be of all steel construction of 2" minimum diameter.
- . All connections from operating manifolds to preventers to be all steel hole or tube a minimum of one inch in diameter.
- . The available closing pressure shall be at least 15% in excess of that required with sufficient volume to operate the B.O.P.'s.
- . All connections to and from preventer to have a pressure rating equivalent to that of the B.O.P.'s.
- . Inside blowout preventer to be available on rig floor.
- . Operating controls located a safe distance from the rig floor.
- . Hole must be kept filled on trips below intermediate casing. Operator not responsible for blowouts resulting from not keeping hole full.
- . D. P. float must be installed and used below zone of first gas intrusion.

EXHIBIT C

Yates Petroleum Corporation
 Yates 6 Federal Well #2
 1980' FNL and 1980' FEL
 Section 6-T18S-R26E
 Eddy County, New Mexico