## Submit to Appropriate District Office State Lease - 6 copies Fee Lease - 5 copies

## State of New Mexico :gy, Minerals and Natural Resources Departm.

| Form C-101     |
|----------------|
| Revised 1-1-89 |

1-89 (1/1/1/1

| District t   | OILC                          | CONSERVATIO                              | N DIVISION                           |   |                     |  |
|--|-------------------------------|--|--------------------------------------|---|---------------------|--|
| DISTRICT I<br>P.O. Box 1980, Hobbs, NM   | 88240                         | P.O. Box 208<br>anta Fe, New Mexico      | 8                                    | 30-015-                                     | 27128               |  |
| DISTRICT II P.O. Drawer DD, Artesia, N   |                               | and re, New Mexico                       |                                      | 5. Indicate Type of Lease                   | ATE FEE X           |  |
| DISTRICT III 1000 Rio Brazos Rd., Aztes  | : NM 87410                    |  | JUN 1 1 1992                         | 6. State Oil & Gas Lease I                  |                     |  |
|  |                               | 0.0011                                   | O. C. D.                             |   |                     |  |
| 12. Type of Work:  | ION FOR PERMIT T              | O DRILL, DEEPEN, C                       | BANKE BYIEK                          |   |                     |  |
|  |                               | _  |                                      | 7. Lease Name or Unit Ag                    | reement Name        |  |
| DRILL b. Type of Well: OIL OAS   | RE-ENTER                      | DEEPEN                                   | PLUG BACK                            |   |                     |  |
| WELL WELL OTHER SINGLE ZONE ZONE   |                               |  |                                      | Vandiver AIM                                |                     |  |
| Yates Petroleum Corporation  |                               |  |                                      | 8. Well No.                                 |                     |  |
| 3. Address of Operator   |                               |  |                                      | 9. Pool name or Wildcat                     |                     |  |
| 105 South Fourth Street, Artesia, New Mexico 88210 ×   |                               |  |                                      | Undesignated                                | Morrow              |  |
| Well Location Unit Letter  | :2310 Feet Fr                 | South South                              | Line and                             | ) Feet From The                             | West Line           |  |
| Section  | 17 Towns                      | ip 18S Ran                               | 26E ,                                | Eddy  |                     |  |
|  |                               |  |                                      | тмем<br>/////////////////////////////////// | County              |  |
|  |                               | 10. Proposed Depth                       | 11. Fe                               | ormation                                    | 12. Rozary or C.T.  |  |
|  |                               | 9100'                                    |                                      | Morrow                                      | Rotary              |  |
| 13. Elevations (Show whether 3404   GR   | r Dr. KI, GR, etc.)           | 4. Kind & Status Plug. Bond -<br>Blanket | 15. Drilling Contractor Undesignated | 16. Approx. I                               | on As Possible      |  |
| PROPOSED CASING AND CEMENT PROGRAM   |                               |  |                                      |   |                     |  |
| SIZE OF HOLE<br>17 1/2"  | SIZE OF CASING                | WEIGHT PER FOOT                          | SETTING DEPTH                        | SACKS OF CEMENT                             | EST. TOP            |  |
| 17 1/2"<br>12 1/4"   | 13 3/8"<br>9 5/8"             | 48#<br>36#                               | 500'                                 | 450 sx                                      | Circulated          |  |
| 7 7/8"   | 5 1/2"                        | 15.5 & 17#                               | 1300 TD                              | 650 sx<br>300 sx                            | 8100'               |  |
| Yates Petroleum Corporation proposes to drill and test the Morrow and intermediate formations. Approximately 500' of surface casing will be set to shut off gravel and cavings, and cement circulated. Intermediate casing will be set approximately at 1300' (100' below base of the Artesian water zone), and cement circulated. Production casing will be set to TD and cemented with adequate cover.  MUD PROGRAM: Spud mud to 500'; fresh water to 1300'; cut Brine to 8200'; SW gel/Starch/drispak.  BOP PROGRAM: BOPE installed on 9 5/8" casing, tested daily, yellow jacket prior to drilling wolfcamp.  APPROVAL VALID FOR |                               |  |                                      |   |                     |  |
| 20NE. GIVE BLOWOUT PREVENTER PROGRAM, IF ANY.  I hardly certify that the information above is true and complete to the best of my knowledge and belief.  |                               |  |                                      |   |                     |  |
| SIGNATURE  | V.                            |  | Landman                              |   | 6-10-92             |  |
| TYPE OR PRINT NAME   | Ken Beardemphl                | 7  |                                      | DAT   | 7/18_1/171          |  |
| (This space for State Use)   | ORIGINAL SIGNED               | ) BY                                     |                                      |   | ETHONE NO. 740-1471 |  |
| APTROVED BY  | MIKE WILLIAMS SUPERVISOR, DIS | •  | p.                                   | •<br>•                                      | JUN 1 6 1992        |  |
| CONDITIONS OF ANTROVAL, IP   |                               | III.                                     | ·                                    | DAT   |                     |  |
| NOTIFY N.M.O.C.D. IN SUFFICIENT  TIME TO WITNESS CEMENTING THE  133/8 CASING  Post ID-1  6-19-92  Verbec 4 API   |                               |  |                                      |   |                     |  |