MM OIL JONESSION

Form 3160-3 (November 1983) (formerly 9Drawer DD

SUBMIT IN TRI. _CATE.

882@Ger Instructions on reverse side)

Form approved. Budget Bureau No. 1004-0136 Expires August 31, 1985

5. LEASE DESIGNATION AND SERIAL NO.

19 83)	UNITED STATES
-331C)	
	DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MAN	LC-062052			
DEDIAIT TO DOLL	DEEDEN	OD DLUC	DACK	6. IF INDIAN, ALLOT

APPLICATION FOR PERMIT TO DRILL, I	DEEPEN	, OR PLUG	BACK	6. IF INDIAN, ALLOTTER	OR TRIBE NAME
DRILL DEEPEN		PLUG BA	ACK 🗆	7. UNIT AGREEMENT N	AMB
OIL X GAS WELL OTHER	SINGL ZONE	E MUL1		8. PARM OR LEASE NAI	(8
2. NAME OF OPERATOR				Hudson 11 F	ederal
Harvey E. Yates Company	_			. WELL NO.	
3. ADDRESS OF OPERATOR	1	RECEIVE	D BY	2	
P.O. Box 1933, Roswell, New Mexico 882	201			D. FIELD AND POOL, O	R WILDCAT
4. LOCATION OF WELL (Report location clearly and in accordance with		requirents.1)	1987	₩ildcat U.	d James
660 FEL & 1980 FNL	1	,		18. SEC., T., B., M., OR I	BLE.
At proposed prod. zone 1930 Same		O. C. ARTESIA.		Sec. 11, T1	
14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POS	T OFFICE.			12. COUNTY OR PARISH	13. STATE
12 Miles S.E. of Loco HIlls New Mexico)			Eddy	NM
15. DISTANCE FROM PROPUSED® LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig, unit line, if any)	16. No. of	P ACRES IN LEASE		OF ACRES ASSIGNED HIS WELL 40	
18. DISTANCE FROM PROPOSED LOCATIONS TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR ON THIS LEASE, FT. 1650	19. гворо 9200	SED DEPTH		RY OR CABLE TOOLS	

23. PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
1/2	13 3/8	54.5	350	Circl
1	8 5/8	24	2300	Circl
7 7/8	5 1/2	17	9200	600 ft. above pay

MUD PROGRAM:

3755 GL

0 - 350 Spud Mud 350 - 2300 Brine Water 2300 - 9200 FW & Sweeps

CONDITIONS OF APPROVAL, IF ANY :

21. SLEVATIONS (Show whether DF, RT, GR, etc.)



22. APPROX. DATE WORK WILL START

As soon as possible

IN ABOVE SPACE DESCRIBE PROFOSED PROGRAM: If proposed is to deepen or plug back, give data on present productive sone and proposed new productive sone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

BIGNED A.	M. Clay	N.M. Yo	oung TITLE	Drilling Superintendent	DATE _	February 20), 1987
(This space for	or Federal of State	office use)			-		
PERMIT NO		,		APPROVAL DATE			
A PROCESS BY	Ras 91	re	Carry	CARLSBAD RESULTION ARCA	DATE: 1	3-17.57	

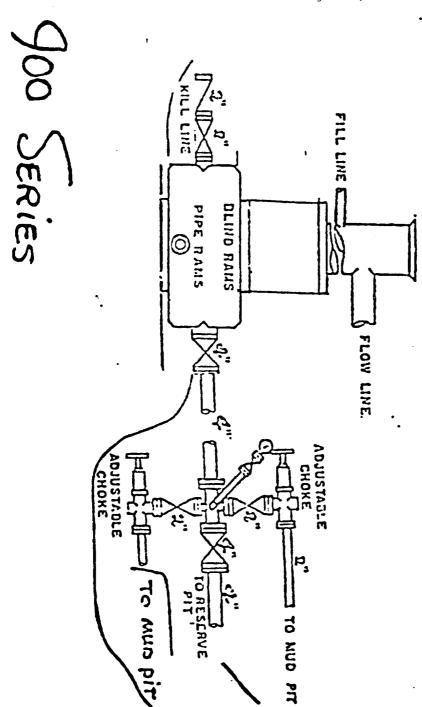
EW MEXICO OIL CONSERVATION COMM ON WELL LOCATION AND ACREAGE DEDICATION PLAT

All distances must be from the outer boundaries of the Section

erator			Lease	HUDCON 1	EEDEDAI		Well No. 2
	HARVEY E.	YATES COMPANY		HUDSON 1			
ut Letter	Section	Township	Roung	31E	County	EDDY	
tual Fociage Loca	ation of Well:	188		J & L .			
1930	feet from the	NORTH ii	ine and 660	fo	et from the	EAST	line
rund Level Elev.	Producing		Fog1	Wildcat	-0-BS	Dec	dicated Acreage; 40 Acrea
3755.0	1	Springs					Acres
2. If more th interest an	an one lease nd royalty).	cated to the subj	he well, outline	e each and i	REGEIVEB		of (both as to working
If answer in this form it	No list the fracessary.)	answer is "yes;" ne owners and trac	e-pooling, etc? type of consolict descriptions ntil all interest	which have	O. C. D ARTESIA, OF actually bea	en consolidated	tylese reverse side of NAM
forced-pool	ling, or otherwi	se for until a non-s	Tandard unit; e	1		 	ERTIFICATION
		1	 HEYCO etal LC-062052	400 do 1930	A56	tained herein best of my kn N.M. Your Position Drilling Comp. my	is true and complete to the ordedge and belief. Superintendent Yates Co.
	 		REGISTORY	AND SUR AND SUR 676 MEXIC	ENGINEER STATE	shown on this notes of acti- under my sup is true and knowledge an Date Surveyed JANUARY	28,1987
	1			_l		X	-v unv

EXHIBIT C

Harvey E. Yates Co. Hudson 11 Federal 2 Eddy Co., New Mexico



Application

HARVEY E. YATES COMPANY Hudson 11 Federal #2 Section 11, T-18S, R-31E Eddy County, New Mexico

In conjunction with Form 3160-3, Application for Permit to Drill the Subject well in Section 11, Township 18 South, Range 31 East, Eddy County, New Mexico, Harvey E. Yates Company submits the following ten items of pertinent information in accordance with Bureau of Land Management requirements:

- 1. The geologic surface formation is quaternary alluvium and bolson deposits and other surficial deposits.
- 2. The estimated tops of geologic markers are as follows:

Rustler	820'	Penrose	3620'
Yates	2275'	Grayburg	3907
Seven Rivers	2698'	San Andres	4252'
Bowers	3145'	Bone springs	5700'
Queen	3400'	TD	9200'

3. We do not anticipate finding water but have listed the formation in which we anticipate finding oil or gas.

Bone Springs 5700'

- 4. Proposed casing program: See Form 3160-3
- 5. Pressure control equipment: See Exhibit C.
- 6. Mud program: See Form 3160-3.
- 7. Auxiliary equipment: Blowout preventer
- 8. Testing, logging and coring programs: Two possible DST's both in the Bone Springs. We are not planning to do any coring. Planned logs are DLL-Micro w/GR & Caliper, CN-Den w/ GR & Caliper.
- 9. No abnormal pressures or temperatures are anticipated.
- 10. Anticipated starting date: As soon as possible.

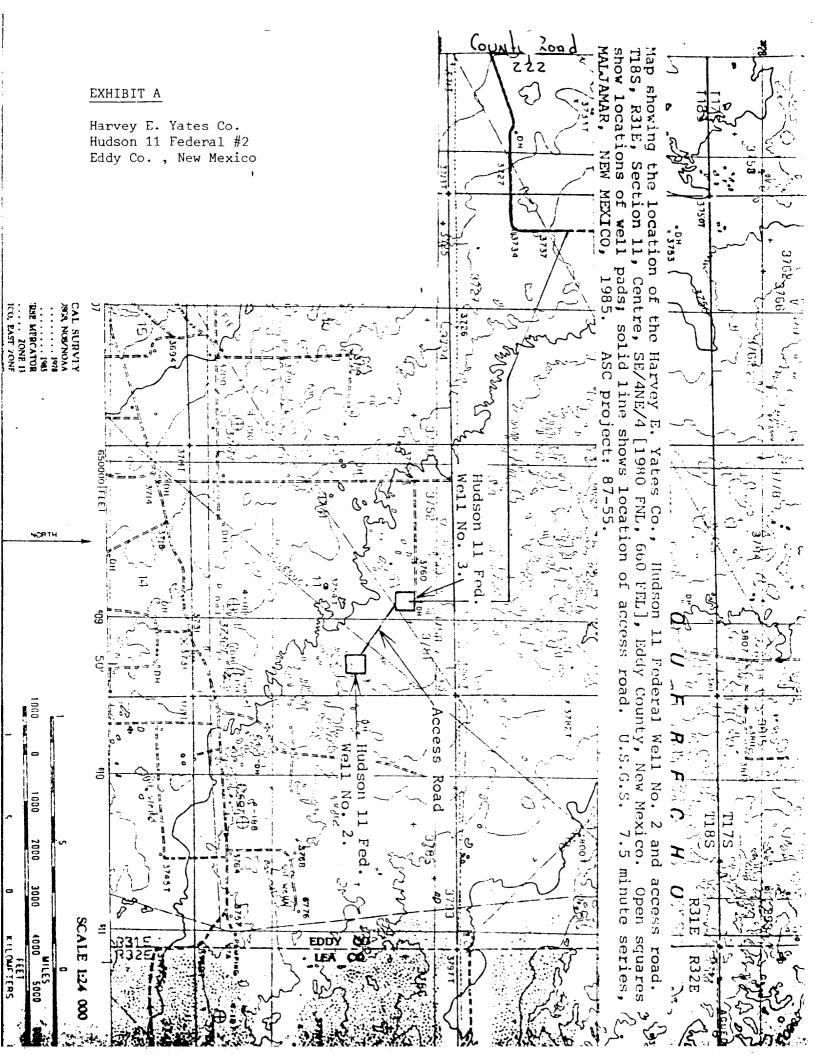


EXHIBIT D

Harvey E. Yates Co. Hudson 11 Federal 2 Eddy County, New Mexico

