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

DISTRICTI

State of New Mexico rgy, Minerals and Natural Resources Departi

Form C-101	
Revised 1-1-89	

P.O. Box 1980, Hobbs, NM 88240

P.O. Drawer DD, Artesia, NM 88210

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

API NO. (assigned by OCD on New Wells)
31-115-26165

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5.	Indicate	Type	of	Lease	

case	_		
STATE		नमन	ĺχ

DISTRICT III

DEC 15'89

	STATE L	FEE	X
6.	State Oil & Gas Lease No.		

1000 Rio Brazos Rd., Aztec, NM 87410		
APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUGBACK		
la. Type of Work:	7. Lease Name or Unit A	vereement Name
DRILL X RE-ENTER DEEPEN PLUG BACK b. Type of Well: CIL OAS SINGLE MULTIPLE WELL X WELL OTHER ZONE	Dagger "ZW"	greenza i and
2. Name of Operator	8. Well No.	
Yates Petroleum Corporation	, 2	
3. Address of Operator	9. Pool name or Wildcat	······································
105 South Fourth Street - Artesia, New Mexico 88210	No. Dagger Dra	w Upper Penn
4. Well Location Unit Letter I: 1980 Feet From The South Line and 660	Feet From The	East Line
Section 25 Township 19 south Range 24 east	NMPM Ed	.dy County
	ormation	12. Rotary or C.T.
12.71	sco-Canyon	Rotary
13. Elevations (Show whether DF, RT, GR, etc.) 14. Kind & Status Plug, Bood 15. Drilling Contractor Blanket Undesignat		Date Work will start
17 Oldesignate		n as possible
PROPOSED CASING AND CEMENT PROGR	RAM	
SIZE OF HOLE SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH	SACKS OF CEMENT	EST, TOP
14 3/4" 9 5/8" 36# J-55 1150'	925 sx	Circulated
8 3/4" 7" 26# K-55 & N-80 TD	400 sx	
23# K ~ 55		

1150' of surface casing will be set with cement circulated. If commercial, production casing will be run and cemented with adequate cover, perforated and stimulated as needed for production. Port ID-1

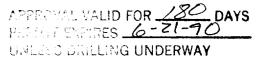
MUD PROGRAM: FW gel/LCM to 1400'; cut brine to 7500'; Starch/Dris PAK to TD

DEC 2 1 1989

BOP PROGRAM: BOP's will be installed on the 9 5/8" casing and tested daily.

SUPERVISOR, DISTRICT I

CONDITIONS OF APPROVAL, IF ANY:



EVANDOVE SPACE DESCRIBE PROPOSED PROGRAM: IF PROPOSAL IS TO DEEPEN OR PLUG BACK, GIVE DAY SONE, GIVE BLOWOUT PREVENTER PROGRAM, IF ANY.	IT A ON PRESENT PRODUCTIVE ZONE AND PROPOSED NEW PRODUCTIVE
I hereby certify that the information adove is true and complete to the best of my knowledge and belief.	
SONATURE THE Landman	DATE 12-14-89
TYPE OR PRINT NAME Ken Beardemphl	(505) TILEPHONE NO. 748-1471
ORIGINAL SIGNED BY MIKE WILLIAMS	DEC 9.1.4000

NOTITY N.M.O.C.D. IN SUFFICIENT. THE TO WITNESS CEMENTING THE