, _				`		
Submit to Appropriate District Office State Lease - 6 copies	Energy,	State of New Me Minerals and Natural Re		nt		Form C-101 Revised 1-1-89
For Lease - 5 copies <u>DISTRICT 1</u> P.O. Box 1980, Hobbs, NM <u>DISTRICT II</u>	1 88240	CONSERVATIO P.O. Box 208 anta Fe, New Mexico	8	<b>1</b>	API NO. (assigned by OC 3/-0/5- 5. Indicate Type of Leas	-26708-
P.O. Drawer DD, Artesia, I DISTRICT III 1000 Rio Brazos Rd., Azter						TATE FEE X
		O DRILL, DEEPEN, C	OR PLUG BACK			
<ul> <li>Type of Work:</li> <li>DRILL</li> </ul>	RE-ENTER	DEEPEN	PLUG BACK		7. Lease Name or Unit A	Agreement Name
b. Type of Well: OIL GAS WELL X WELL		SINGLE ZONE			Molly "QD" (	Com.
Name of Operator Yates Petro	leum Corporation	n 🗸			8. Well No. 2	
Address of Operator 105 South F	ourth Street, A	rtesia, NM 8821	0	XI	9. Pool name or Wildcat N. Dagger Draw	
Well Location Unit Letter	: 1650 Feet Fr	om The South	Line and	660	Feet From The	East Line
Section 13	Towns	up 195 Rar	age 24E	NN	<b>лем</b> Edd	dy <b>County</b>
		10. Proposed Depth		//// 11. For		12. Rotary or C.T.
		////	8200'	. <u> </u>	Canyon	Rotary
Elevations (Show whether 3620	er DF, RT, GR, etc.) 14	4. Kind & Status Plug. Bond Blanket	15. Drilling Contra Not Desig			, Date Work will start SAP
·	PR	OPOSED CASING AN	ID CEMENT PRO	GRA	M	
SIZE OF HOLE		WEIGHT PER FOOT	SETTING DEPTI	н !	SACKS OF CEMENT	
<u>14 3/4"</u> 8 3/4"	9 5/8" 7"	36# J-55 23-26#	1200' TD		1100 sacks As warranted	Circulated
		J-55 & N-80				
formations. to shut off c	Approximately 1 gravel and cavin l perforate and FW Gel/LCM to	proposes to dril 200' of surface gs. If commerci stimulate as ne 1200'; FW to 500 ill will be inst	casing will b al, productio eded for prod O'; cut Brine alled on 9 5/ APPR PERN	oe se on ca luct e to (8" c NIT E	et and cement of asing will be n ion. 7200'; SW Gel,	run and your you run and you HAZ /Starch to TD. ted daily. DAYS II
ZONEL OIVE BLOWOUT PREVE	ENTER PROGRAM, IF ANY.			TA ON P	RESENT PRODUCTIVE ZONE A	ND PROPOSED NEW PRODUCTIVE
I hereby certify that the inform SKINATURE	nation above is true and complete	to the left of my knowledge and	Lar	ndmaı		4-10-91
TYPE OR PRINT NAME	Ken Beardemphl	1			11	2127HONE NO. 748-1471
N	DRIGINAL SIGNED I MIKE WILLIAMS SUPERVISOR, DISTR		LE		- D/	APR 1 0 1901
CONDITIONS OF APPROVAL, IF	PANY:	NOTIFY N.M.O	.C.D. IN SUFFIC	IENT		
			ESS CEMENTIN			

Submit to Appropriate District Office State Lease - 4 copies Fee Lease - 3 copies

State of New Mexico Energy, Minerals and Natural Resources Department Form C-102 Revised 1-1-89

## **OIL CONSERVATION DIVISION**

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT II P.O. Drawer DD, Artesia, NM 88210

DISTRICT I P.O. Box 1980, Hobbs, NM 88240

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

## WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be fron	the outer bound	laries of the section
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					Lease				Well No.
ator					-	lly QD Co	mc		2
			RPORATION Township		Range		<u> </u>	County	
Leuer	Section	13	•	South	24 Ea	st	NMF	M	Eddy County, N.M.
I al Foolage Loca	tion of '			Doulai					
			South	line and	660		feet fro	m the	East line
1650 ind level Elev.	feet fro	om une Produc	ing Formation	Inte and	Pool	<u> </u>		Λ	Dedicated Acreage:
3620.		(	anyon_		N. Day	cer Draw	~ Under	fenn	60 Acres
	e the act	eage dedicat	led to the subject w	ell by colored pe	encil or hachureen	which on the plat	t below.		
2. If mor	e than of	ne lease is d	edicated to the wel	l, outline each ar	d identify the own	nership thereof	(both as to wo		
3. If mor	e than o	ne lease of d	lifferent ownership	is dedicated to the	ne well, have the	nterest of all of	whers been cos		y communitization,
×7.		ce-pooling,	No If	answer is "ves" t	ype of consolidati		<u>ommuni</u>	<u>tizati</u>	an
If answe	Yes ris "no"	list the own	ers and tract descri	ptions which hav	e actually been co	onsolidated. (U	lse reverse side	e of	
this form	if necce	ssary.		<u> </u>		A	instion unitiza	tion forced	mooling or otherwise)
No allow	vable wil	l be assigne	d to the well until a	all interests have	been consolidated	ivision.		1000, 101000	-pooling, or otherwise)
or until a	a non-sta	ndard unit, (	eliminating such in					0.01	ERATOR CERTIFICATION
						1			hereby certify that the information
		i t				1		contained	t herein in true and complete to th
		1						best of m	y knowledge and belief.
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		1						Compan	
		1							Lates Pet. Corp.
		1				1		Date	11- 10-91
		1							<u></u>
		i						SU	RVEYOR CERTIFICATION
								R	
1		i				1		I hereb	y certify that the well location sho plat was plotted from field notes
		Ì				1		actual	surveys made by me or under
		, (				1		3 supervi	son, and that the same is true
		1			FEE	1		correct	to the best of my knowledge
		1				i e	660	belief.	
		1				j Ì		Date S	urveyed
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		·						Signat	In the Seal of 0
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				<b>L</b>			÷	Certif	NO SURVE
		 						Cerel NY	PEAPS NON 5412



## THE FOLLOWING CONSTITUTE MINIMUM BLOWOUT PREVENTER REQUIREMENTS

- All preventers to be hydraulically operated with secondary manual contr 1. installed prior to drilling out from under casing.
- Choke outlet to be a minimum of 3 " diameter. 2.
- Kill line to be of all steel construction of 2" minimum diameter. 3.
- All connections from operating manifolds to preventers to be all steel. 4. hole or tube a minimum of one inch in diameter.
- The available closing pressure shall be at least 15% in excess of that 5. required with sufficient volume to operate the B.O.P.'s.
- 6.
- All connections to and from preventer to have a pressure rating equival to that of the B.O.P.'s.

EXHIBIT

- 7. Inside blowout preventer to be available on rig floor.
- 8. Operating controls located a safe distance from the rig floor
- 9. Hole must be kept filled on trips below intermediate casing.