Form 3160-3 (July 1992)

HI DE CONS. COMMISSION

FORM APPROVED OMB NO. 1004-0136 Expires: February 28, 1995

UNITED STATES SUBMIT IN TRIPLICATE (Other instructions on reverse side)

	5. LEASE DESIGNATION AND SERIAL NO. NM-0559175 6. IF INDIAN, ALLOTTEE OR TRIBE NAME								
APPLI									
DR. TYPE OF WELL OIL TOT G	ILL 🖾	DEEDEN 🗆		OF MULTO	PLE [7. UNIT AGREEMENT NAME 8. FARMOR LEASE NAME, WELL NO. A CONDON "A OLU" Food Com #2			
WELL W	35575	10. 4	ZONE.	ZONE	<u> </u>	Aspden ''AOH'' Fed Com #2			
YATES PET	ROLEUM CORPORAT	TION 3 C	0			9. API WELL NO.			
3. ADDRESS AND TELEPHONE NO.	Fourth Street,	Antonia Ma		aa 9921A		30-015- 10. FIELD AND POOL,	28346		
4. LOCATION OF WELL (R	eport location clearly and	Artesta, Ne	w Mexi	requirements.*)		N. Dagger Dra	weUpper Peni		
At sure 330' FSL	and 1980' FWL (11. SEC., T., R., M., OR-BLK. AND SURVEY OR AREA						
At proposed prod. zor Same		ark (The state of the s	and the second second		Sec. 29-T19S-R25E			
	AND DIRECTION FROM NEA			- N Mi		12. COUNTY OF PARIS	1 .		
	tely 30 miles s					Eddy	New Mexico		
15. DISTANCE FROM PROP LOCATION TO NEARES PROPERTY OR LEASE !	T Line, ft.	330'	16. NO. OF ACRES IN LEASE 562.68			17. NO. OF ACRES ASSIGNED TO THIS WELL 160			
18. DISTANCE FROM PROI TO NEAREST WELL, D	(Also to nearest drig, unit line, if any) 18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.		19. PROPOSED DEPTH		20. ROTARY OR CABLE TOOLS ROTARY				
21. ELEVATIONS (Show wh					<u> </u>	22. APPROX. DATE W	YORK WILL START*		
3522 '						ASAP			
23.		PROPOSED CASING	AND CE	MENTING PROGRA	M				
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	T	SETTING DEPTH		QUANTITY OF CEM	ENT		
14 3/4"	9 5/8''	36# J-55		1150'		sx circulated	Sort ID-		
8 3/4''	7"	23# & 26# J-	55	TD	circu	lated	2-17-95		
		& N-80				9/4	and oc till		
formations. to shut off a	eum Corporation Approximately igravel and caving asing will be recoduction.	1150' of surf ngs. We will	ace ca run i	asing will b Intermediate	e set a casing	nd cement circ ; and if commer	culated ccial,		
MUD PROGRAM:	FW to 5200'; Co	it brine to T	D.						
BOPE PROGRAM	: BOP's and hyd:	ril will be i	nstal]	led on the 9	5/8'' c	easing and test	ed daily.		
				Non- standon Location	d	··· GUBJEC LIXE API BY STAT	PROVAL		
IN ABOVE SPACE DESCRIF deepen directionally, give per 24.	BE PROPOSED PROGRAM: Itinent data on subsurface location	ons and measured and true	vertical de	present productive zone oths. Give blowout prev Landman	e and propose enter program	ed new productive zone. If n, if any.			
SIGNED	- Ammunet	TITLE							
nanyar Vo	eral or State office (1986)		APF	PROVAL DATE		APPROVAL SUB G eneral Requ	IREMENTS AND		
Application approval does	not warrant or certify that the a	pplicant holds legal or equi	table title to	those rights in the subject	t lease which	would charled the partieur	ATIONS rations there		
CONDITIONS OF APPROVA	RICHARD L. MA	NIIQ	809	:a pontage	R	2/	1/05		

TITLE _

District I PO Box 1980, Hobbs, NM 88228-1980 District II PO Drawer DD, Artesia, NM #211-0719

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

Form C-102 Revised February 10, 1994 Instructions on back

Submit to Appropriate District Office

District III 1000 Rio Brazos Rd., Aztec. NM 87410				PO Box 2088 Santa Fe, NM 87504-2088						State Lease - 4 Copie Fee Lease - 3 Copie		
istrict IV O Box 2 <mark>088, Sa</mark>	nta Fe, NM	2504 -2088			ŕ] AMI	ENDED REPOR
		WEI	LL LO	CATION	I AND	ACR	EAGE DEL	OICA	ATION PL	.AT		
	API Numb	-		² Pool Cod	1	ì)		Pool Na	per Penn, North		
4.D	C. 4		1 1	15472 Dager Drugger Drugger					pper	1 can	1/000	Well Number
* Property	Cooe	A CDULK	I AOH	FFDFRAI.		,,,,,						2
' OGRID	No.	ASI DEL	HOII	AOH FEDERAL COM * Operator Name								* Elevation
255	75	YATES	PETRO	LEUM CO	RPORATI	ON						3522.
					10 Surf	ace	Location				¥	
UL or lot no.	Section	Township	Range	Lot Idn	Feet from	the	North/South line	F	est from the	East/We	st line	County
N	29	198	25E		330		SOUTH		1980	WES	T	EDDY
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UL or lot no.	Section	Township	Range	Lot Idn	Feet from	the	North/South line	ŀ	est from the	East/We	K une	County
Dedicated Ac	<u> </u>	or infill 14 C	onsolidatio	- 1140	order No.					<u> </u>		1
16		OR A	NON-ST	ANDARD	UNIT HA	AS BBB	EEN APPROVE	D B	In OPER I hereby certification of the complete	RATOR fy that the it plese to the ARDEMP	nformation best of my	TIFICATION a consumed herein is introvoledge and belie
	E-1	0167	5				,		18SURV I hereby certi was plotted fi me or under and correct to	EYOR fy that the v rom field no my supervis	well locations of accuration, and to my belief	994 Surveyer:

YATES PETROLEUM CORPORATION

YATES PETROLEUM CORPORATION 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210 ASPDEN "AOH" FEDERAL COM #2 330' FSL AND 1980' FWL ANNULAR BOP SECTION 29-T19S-R25E (HYDRILL) EDDY COUNTY, NEW MEXICO 900 EXHIBIT B PIPE RAMS 900 RATED 3000 LBS HYDRAULICALLY OPERATED B.O.P. adjustable choke) 🔤 BLTNO to pit and/or mud/gas separator 1 RAMS 900 CHECK STEEL VALVE VALVE choke 2" KILL stack outlet 900 bleed line to pit 3" nominal CASINGHEAD OR BRADENHEAD typical choke manifold assemby for 14 rated

EXHIBIT B

working pressure service-surface installation

THE FOLLOWING CONSTITUES THE MINIMUM BLOWOUT PREVENTER REQUIREMENTS FOR 3000 PSI WP SYSTEMS

- All preventers to be hydraulically operated with secondary manual controls installed prior to drilling out from under casing.
- 2. Choke outlet to be a minimum of 3" diameter.
- 3. Kill line to be of all steel construction of 3" minimum diameter.
- 4. All connections from operating manifolds to preventers to be all steel. Hole or tube to be a minimum of one inch in diameter.
- 5. 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.
- 7. Inside blowout preventer to be available on rig floor.
- Operating controls to be located a safe distance from the rig floor.
- 9. Hole must be kept filled on trips below intermediate casing.