District I PO Box 1980, Hobbs, NM 88241-1980 District II PO Drawer DD, Artesia, NM 88211-0719 District III 1000 Rio Brazos Rd., Aztec, NM 87410 District IV PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

Form C-101 Revised February 10, 1994 Instructions on back Submit to Appropriate District Office State Lease - 6 Copies Fee Lease - 5 Copies

AMENDED REPORT

| APPLICA | TION | FOR PE | RMIT | TO DRI | ILL, RE- | ENTER, DE | EPHO | | | DR-AI | DD A ZONE | | |
|---|-----------------------------|------------------------------|--------------------------------|-----------------------------|---------------------------------------|--|-------------------------------|-------------------------------|-----------------|--------------------------------------|---------------|--|--|
| | | 37 A 111 | | | ame and Addr | | 11 | 1 | ₩₩₩ | | GRID Number | | |
| | | | | | CORPORAI Street | TION | | | 0 (200 | (| 025575 | | |
| | | Arte | south sia N | lew Mex | street | 88210 | | .'UN 1 | U 199p | | API Number | | |
| | | | | | | | | 11- A | | 30 - 01 | 5-28557 | | |
| Prop | erty Code | | | | | ⁵ Property Name | U | L CO | N. L | ЛV, | · Well No. | | |
| - Jal | 62 | L | Boyd ' | X'' Stai | te Com. | DIST. 2 11 | | | | | | | |
| III an lat a c | | | 1 | Lot Idn | | ce Location | | | | | | | |
| P 16 | | | Township Range 19S 25E | | Feet from t 810' | | | | East/West line | | County | | |
| | | L | | l | 1 | South | | 730' | East | | Eddy | | |
| UL or lot no. | | ° Pi | oposed | Bottom | | cation If Dif | | From Sur | face | | | | |
| OL OF KOL BO. | Section | Township | Range | Lot Idn | Feet from t | he North/South | line F | eet from the | East/We | est line | County | | |
| | | | ' Proposed Pool 1 | | | <u> </u> | | • | | | | | |
| Dagger | Draw; | | | orth, l | 5472 | _ | | " Propos | ed Pool 2 | | | | |
| Work T | ype Code | - <u></u> | 1 11/-11 7 | | | | · | | | | | | |
| N | | " Well Type (| | | | able/Rotary | 14 | ¹⁴ Lease Type Code | | ¹³ Ground Level Elevation | | | |
| " Multiple NO | | | 0 | | Rotai | | | S | | 3485 * Spud Date ASAP | | | |
| | | " Proposed De 8300 ' | | Берга | Canyor | Formation | "Contractor Not Determined | | ed | | | | |
| | | | 21 | Propose | ed Casing | and Cemen | t Prog | ram | | | | | |
| Hole Size | | Casi | Casing Size | | ng weight/foot | | Setting Depth | | Sacks of Cement | | Estimated TOC | | |
| 14 3/2 | | 9 5/8'' | | 36# J-55 | | 1150 | 1150 | | 1100 sx | | Circulated | | |
| 8 3/4" | | 7'' | | | <u>#, 26#</u> | TD | TD | | 1350 sx | | Circulated | | |
| | | | | J- | 55, N-80 |) | | | | tro. | | | |
| | | · | | | · · · · · · · · · · · · · · · · · · · | | | | | -23-85 | | | |
| Describe the proposed program. If this application is to DEEPEN or PL one. Describe the blowout prevention program if any lies additional ab | | | | | | | That | | | | the + API | | |
| Yates F formati to shut | Petrole ons. | um Corp Approx ravel a | poration imately and cav | n wish v 1150' vings. | es to dr of surf If comm | BACK give the data if necessary. Eace casing mercial, pro- ns needed for | st the will oducti | e Canyon be set a | and i ind ce | nterme | ediate | | |
| MUD PRO | GRAM: | FW Gel Starch | L/LCM t n to TD | o 1150 | '; FW to | 5200'; Cu | t brir | ne/KCL to | 7200 | | | | |
| | | | | | | installed o | on the | e 9 5/8'' | casin | g and | tested dai | | |
| l hereby certify my knowledge | mat the info and belief. | ormation give | a abbvelis tr | ue and compl | ete to the best | OII | L CON | ISERVAT | ION T | DIVISI | ON | | |
| Signature: Yen Blengt | | | | | | OIL CONSERVATION DIVISION Approved by: ORIGINAL SIGNED BY TIM W. GUM | | | | | | | |
| Printed name: Ken Beardemph1 | | | | | | Tide: DISTRICT II SUPERVISOR | | | | | | | |
| itle: | Landma | ···· | <u> </u> | | | Approval Date: JU | N 9 1 | 1995 E | xpiration D | ate: 12 | -21-95 | | |
| Date: Phone: 6-19-95 505-743-1471 | | | | | | Conditions of Approval : Notify N.M.O.C.C. in sufficien. | | | | | | | |
| | | | | | | Attached dime to witness comenting | | | | | | | |

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1-18

District I PO Box 1980, Hobbs, NM 38228-2980 District II PO Drawer DD, Artesia, NM 38221-0719 District III 1000 Rio Brazos Rd., Antec, NM 37410 District IV PO Box 2088, Santa Fe, NM 37504-2088 State of New Mexico Energy, Minerais & Natural Resources Department

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

Form C-102 Revised February 10, 1994 Instructions on back Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | 1 | ¹ Pool Code | | | ³ Pool Name | | | | | | | |
|---|---------------------------------|-----------------------------|----------------------------|-----------------|----------------------------|-------------------|------------------|--|--|-----------------|----------------------|--|
| | 15472 | | | D | agger Draw, | | - | | | | | |
| 30-015- 28557 * Property Code | | | <u></u> | * Property Name | | | | | | | * Weil Number | |
| | | | STATE | STATE COM | | | | | | | 11 | |
| OGRED No. | | | ¹ Operator Name | | | | | | | · Elevation | | |
| 025575 | | YATES PETROLEUM CORPORATION | | | | | | | | 3485. | | |
| ¹⁰ Surface Location | | | | | | | | | | | | |
| UL or iot no. | Section | Township | | | | North/South ine | Feet from the | East/West fine | | County | | |
| | - 16 | 195 | 25E | | 810 | | SOUTH | 730 | EAST | | EDDY | |
| P 16 198 25E 810 South 750 Histi Location If Different From Surface | | | | | | | | | | | | |
| UL or lot no. | Larlot no. Section Township | | | | Feet from | | North/South line | Feet from the East/W | | йре | County | |
| | | | - - | | | | | ļ | | | | |
| 12 Dedicated Act | es " Joint | orinfill " C | onsolidatio | n Code 15 C |)rtier No. | | · | <u>. </u> | | | | |
| 160 | | | | | | | | | | | | |
| NO ALLON | WABLE | WELL BE A | SSIGNE | D TO TH | IS COMP | LETI | ON UNTIL ALL | INTERESTS H | LAVE BEE | N COI | NSOLIDATED | |
| | | OR A | NON-ST | ANDARD | UNIT H | AS BE | EEN APPROVED | BY THE DIV | SION | | | |
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| | | | | <u> </u> | | | | Signature | $- \cap$ | | <u> </u> | |
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| | | | | | | | | | -19-95 | | | |
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YATES DETROLEUM CORPORATION



typical croke manifold assemby for 14 rated working pressure service-surface installation

EXHIBIT B

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.
- 6. 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.
- 8. Operating controls to be located a safe distance from the rig floor.
- 9. Hole must be kept filled on trips below intermediate casing.