PO Box 1980, Hobbs, NM 88241-1980 District [

PO Drawer DD, Artesia, NM 88211-0719

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION PO Box 2088

Form C-10 Revised February 10, 199 Instructions on back

Submit to Appropriate District Office

offly K.M.O.C.C. in sufficient

1000 Rio Brazos Rd., Aztec, NM 87410 District IV			Santa Fe, NM 87504-2088						State Lease - 6 Copi Fee Lease - 5 Copi			
PO Box 2088, Santa Fe, NM 87504-2088									DED REPORT			
APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE												
Operator Name and Address.												
					M CORPORAT	ION	i.a		1.4	025575		
					th Street					i i		
Artesia,				New Me					90		S-28739	
1	erty Code	_	Property Name() [L. CCN. D)						DIE	7	Well No.	
10	482	<u>`</u>	Ap	parejo APA State Com.						6		
UL or lot so.	Contan		T			Location						
G	Section 16	Township 19S	Range 25E	Lot Idn	Feet from the 1650	North/South North	line	Feet from the 1980	1		County Eddy	
		8 Pr	oposed	Bottom	Hole Loca	tion If Diff	erer	nt From Sur	face			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South		Feet from the			County	
Daggan	*Proposed Pool 1								ed Pool 2	2	<u> </u>	
Dayyer	Dagger Draw; Upper Penn, North 15472											
" Work T	Type Code		12 117-11 Typy	2 1,	1 0 0-11							
N			12 Well Type Code		Rotar	e/Rotary ry	" Lease Type C		3480		d Level Elevation 480	
" Mu	ltiple		17 Proposed Depth		18 Formation		" Contractor		16 Spud Date			
No		1	8300'		Canyor		Not Determi		- 1	*		
				Propos	ed Casing a		I .					
Hole Su	ze	Casir	ng Size	Casir	ng weight/foot	Setting De			Sacks of Cement		Estimated TOC	
14 3/4"		9	5/8"	36#	J-55	1150	<u> </u>	1100			irculated	
8 3/4"		7"			& 26#	TD		1350			Circulated	
					5, N-80			1000	1000 31		D Z =A	
					- 11-00	ļ				_ You	<u> + IV-1</u>	
									12-	9-95		
Describe the p		1(1)	*licativ	- 4- DEE	FFPEN OF PILIC PACK STOPPEN					Martio	c x APF	
Yates Pe formation to shut	Describe the proposed program. If this application is to DEEPEN or PLUG BACK give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if nocessary. Yates Petroleum Corporation wishes to drill and test the Canyon and intermediate formations. Approximately 1150' of surface casing will be set and cement circulated to shut off gravel and cavings. If commercial, production casing will be run and cemented, will perforate and stimulate as needed for production.											
MUD PROGRAM: FW Gel/LCM to 1150'; FW to 5200'; Cut brine/KCL to 7200'; Cut brine/KCL? Starch to TD. BOP PROGRAM: BOP's and hydril will be installed on the 9 5/8" casing and tested daily.												
" I hereby certify of my knowledge	of my knowledge and letief OIL CONSERVATION DIVISION											
Signature:						Approved by: ORIGINAL SIGNED BY TIM W. GUM ASS						
Printed name: Ken Beardemphl						Tide: DISTRICT II SUPERVISOR						
Title:	andman				^	pproval Date:		10 - E	zpiration	Date:	- 40 4	
Dates	-05-95		Phone:		С	onditions of Appro		0/45		6/	6/96	
	UJ-35			740 44	11	_		Market N N	mr	7 L	264	

Attached 🛛

505-748-1471

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

PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico Energy, Minerals & Natural Resources Department

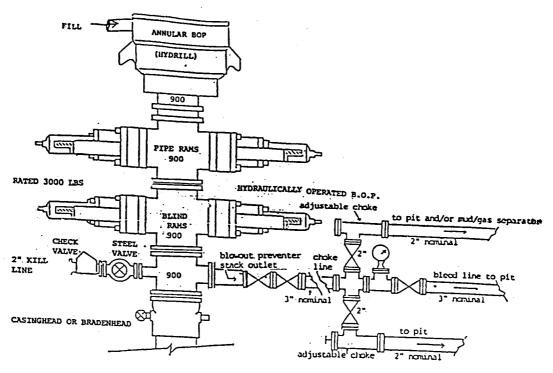
OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088 Form C-102 Revised February 10, 1994 Instructions on back Submit to Appropriate District Office State Lease - 4 Copies

Fee Lease - 3 Copies

☐ AMENDED REPORT

		WE	ELL LO	CATION	N AND ACI	REAGE DEDI	CATION PI	LAT				
API Number ¹ Pool Code						³ Pool Name						
30-015-28739 15472						Dagger Draw, Upper Penn, North						
* Property Code				³ Property Name				' Well Numi				
},			O "APA	" STATE			6					
OSEETE	No.	WARRIO .	DYMDAL	DIM (00D	Operator	Name	' Elevation					
025575 YATES PET				EUM COR						3480.		
Surface Location												
1		Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West		County		
G	16	19-S	25-E	I III	1650	NORTH	1980	EAST	EAST EDDY			
Bottom Hole Location If Different From Surface UL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the Feet/West line Course												
CE OF IOC BO.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West	line	County		
12 Dedicated Acr	es 13 Joint	or Infill 14 (Consolidatio	n Code I ¹³ O	rder No.	1						
160												
NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED												
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION												
16				1	1111		¹⁷ OPER	RATOR	CERT	IFICATION		
					I hereby certi	I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief						
							frue and com	plece to the be	st of my b	nowledge and belief		
		\$50,					Market .					
				\	9		9			Ì		
<u> </u>												
						Signature						
		\ .			6	1980'	Printed Nam	Printed Name				
		18			1897		ar i	Beardemphl				
				1/1.	, 10		Title	20				
				1	1111	Date 10	Landman					
						Landman Date 12-05-95 18SURVEYOR CERTIFIC						
	1						ll.			i		
	1									shown on this plat surveys made by		
	}							ny supervision	, and that	the same is true		
									ly bears.			
							Date of Surve	BER AF	4330			
				+			Signature and	seall of the K	Sur	rver:		
				1				7	<i>\</i>	1 1		
							REGISTER	5412)]	ONEER		
							烦	1/20	3/2	§/		
	1						A SPECIAL	12 SUSTICE SUS				
	1						Certificate No	LOPESS!				

YATES PETROLEUM CORPORATION



typical choke 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.
- 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.
- 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.