Submit to Appropriate District Office State Lease - 6 copies Fee Lease - 5 copies		State of New Mexico Energy, Minerals and Natural Resources Department		Form C-101 Revised 1-1-89		
DISTRICT I P.O. Box 1980, Hobbs, NM 88240 DISTRICT II P.O. Drawer DD, Artesia, NM 88210 DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410		088 87 505CEUVED JUN 1 7 1991 O. C. D.	API NO. (assigned by OCE 30 - 015 5. Indicate Type of Lease ST 6. State Oil & Gas Lease I	- 22611 ATE X FEE		
APPLICATION FOR 1a. Type of Work:	PERMIT TO DRILL, DEEPEN,	OF PUESO BACK				
	RE-ENTER X DEEPEN	PLUG BACK	7. Lease Name or Unit Ag	reement Name		
	Salt Water Disposal ZONE		Eddy SWD			
2. Name of Operator Yates Petroleum Cor	poration		8. Well No.			
3 Address of Operator 105 South Fourth St	reet, Artesia, NM 8821	0	9. Pool name or Wildcat SWD			
4. Well Location Unit LetterE :22	30 Feet From The North	Line and660	Feet From The	East Line		
Section 16	Township 28 South R	ange 28 East	Eddy	County		
	10. Proposed Dept	h 3600'		12.Rotary or C.T. Workover Unit		
13. Elevations (Show whether DF, RT, GH 3021 GR	14. Kind & Status Plug. Bond Blanket	15. Drilling Contractor Undesignate	d 16. Approx. I	bate Work will start SAP		
17. PROPOSED CASING AND CEMENT PROGRAM						
	CASING WEIGHT PER FOOT		SACKS OF CEMENT	EST. TOP		
<u>26" 20"</u> 17 1/2" 13		404'-in place	1	Circulate		
	3/8" 61# S-80 5/8" 53.5# N-80	2601'-in place 9650'-in place		Circulate Circulate		

Yates Petroleum Corporation proposes to re-enter and convert this well to a disposal well. (OCD Administrative Order SWD 414) This well was originally drilled by Gulf Oil Corporation as their Eddy GR State #1 to a TD of 12,711' in 1978. The well was abandoned in November 1987. We will drill out the surface plug (0-62'), shoe plug (271-404'), shoe plug (2507'-2640') and dress off plug (3514'-3647') down to 3600' with 8 3/8" bit. Circulate hole clean with BW. Close pipe rams and test casing to 1000 psi. Perforate Bell Canyon 3400'-3430', 3446'-3494' (approximately 158 shots). Treat with 6500 gallons 7½% NE Fe HCI. Set plastic coated packer at 3300' and inject into the perforation. APPROVAL VAUD FOR ______ DAYS PERMIT EXPIRES _______

1UD	PROGRAM:	Cut	Brine	to	ΤD

UNLESS DRILLING UNDERWAY

BOPE PROGRAM: NU 11" 3000 psi double ram BOP on wellhead at offset.

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM:	IF PROPOSAL IS TO DEEPEN OR PLUG BACK, GIVE DATA ON PRESENT PRODUCTIVE ZONE AND PROPOSED NEW PRODUCTIVE
ZONE. GIVE BLOWOUT PREVENTER PROGRAM, IF ANY.	

I hereby certify that the inform	Histor above is true and complete to the best of my know	viedge and belief.	Permit Agent	6-17-91
TYPE OR FRINT NAME	Clifton R. May			TELEPHIONE NO. 748-1471
(This space for State Use)	ORIGINAL SIGNED BY MIKE WILLIAMS		•	
APTROVED BY	SUPERVISOR, DISTRICT I	TTTLE		JUN 1 7 1991
CONDITIONS OF APPROVAL, IF	ANY:			

____ Setting Pkr

Notify N.M.O.C.C. in sufficient time to witness