Submit to Appropriate

State of New Mexico

District Office State Lease — 6 copies Fee Lease — 5 copies	Energy	y, Minerals and Natural Ro	Minerals and Natural Resources Department		Form C-101 Revised 1-1-89	
DISTRICT I P.O. Box 1980, Hobbs, NM 88240		CONSERVATION DIVISION P.O. Box 2088		API NO. (assigned by OCD on New Wells)		
DISTRICT II Santa Fe, New Mexico 87594-2088 P.O. Drawer DD, Artesia, NM 88210				5. Indicate Type of Lease	TATE FEE	
DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410				6. State Oil & Gas Lease No. V-120		
	TION FOR PERMIT					
1a. Type of Work:				7. Lease Name or Unit Agreement Name		
DRIL. b. Type of Well:	L RE-ENTE	R DEEPEN	PLUG BACK		3	
WELL X WELL [OTHER	SINGLE ZONE	MULTIPLE 20NE	Medano "VA"	State	
2. Name of Operator Yates Petroleum Corporation				8. Well No. 4		
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210				9. Pool name or Wildcat W Wildcat Delaware		
4. Well Location Unit Letter	L: 1980 Feet	From The South	Line and 66	Feet From The	West Line	
Section	16 Town	nship 23S Rar	11E 1	NMPM Eddy	County	
		10. Proposed Depth	8200'	ommation Delaware	12 Rotary or C.T. Rotary	
13. Elevations (Show whethe 3348 '	er DF, RT, GR, etc.)	14. Kind & Status Plug. Bond Blanket	15. Drilling Contractor Undesignate	d 16. Approx. I	Date Work will start	
17.	P	ROPOSED CASING AN	ID CEMENT PROGR	RAM		
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	SACKS OF CEMENT	EST. TOP	
17 1/2"	13 3/8"	54.5#	500'	700 sacks	circulate	
11"	8 5/8"	32#	4200'	2800 sacks	circulate	
7 7/8"	5 1/2"	17# & 15.5#	TD	800 sacks	as warranted	
We propose t	to drill and te	st the Delaware a	nd intermediate	zones Annovi	matoly 500!	

of surface casing will be set and cement circulated. An intermediate string will be set at approximately 4200' and cement circulated. A second string will be run to TD and tied-back to the 8 5/8" casing. If commercial, production casing will be run and cemented with adequate cover, perforated and stimulated as needed for production.

Spud mud to 500'; Brine water to 4200'; cut Brine to TD. MUD PROGRAM:

BOP's will be installed at the offset and tested for operational daily. BOP PROGRAM:

APPROVAL VALID FOR 180

PERMIT EXPIRES .. IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: IF PROPOSAL IS TO DEEPEN OR PLUG BACK, DIVERDATA ON PRESENT PRODUCTIVE ZONE AND PROPOSED NEW PRODUCTIVE ZONE. GIVE BLOWOUT PREVENTER PROGRAM, IF ANY. I hereby certify that the information to the best of my knowledge and belief. Landman 2-5-91 SIGNATURE . Ken Beardemphl TYPE OR PRINT NAME 748-1471 ORIGINAL SIGNED.BY MIKE WILLIAMS 7 1991 SUPERVISOR, DISTRICT IS

CONDITIONS OF APPROVAL, IF ANY: