State of New Mexico

District Office State Lease — 6 copies	лду,	ergy, Minerals and Natural Resources Depart			Form C-101 Revised 1-1-89			
P.O. Box 1980 Hobbs NM 88240		CONSERVATION P.O. Box 2088	ATT 110. (2 to	API NO. (assigned by OCD on New Wells)				
DISTRICT II P.O. Drawer DD, Artesia, N	S	anta Fe, New Mexico 87	<u> </u>	5. Indicate Type of Lease STATE X FEE				
DISTRICT III 1000 Rio Brazos Rd., Aztec	, NM 87410	FEB 2 2 1993 6 State			tale Oil & Gas Lease No. V-120			
DRILL b. Type of Well: OIL OAS	RE-ENTER	O DRILL, DEEPEN, OF DEEPEN SINGLE	PLUG BACK MULTERE		me or Unit Ago			
2. Name of Operator Yates Petrolei	m Corporation	ZONE	ZONE	8. Well No.				
3. Address of Operator 105 South Fourth Street, Artesia, New Mexico 88210					9. Pool name or Wildcal Los Medanos Delaware			
4. Well Location Unit Letter H			Line and			East	Line	
Section 16	Town	thip 23 South Range	a 31 East	NMPM I	Eddy	Ca	ounty	
		10. Proposed Depth 820	i	11.Formation Delaware		12 Rosary or C.T. Rotary		
13. Elevations (Show whether DF, RT, GR, etc.) 3377 GR		14. Kind & Status Plug. Bood 15. Drilling Contractor Blanket Undesignate			16 Approx D	Date Work will start		
17.					-			
CITE OF HOLF		ROPOSED CASING AND			· OELIEVE I	FOT TO:		
SIZE OF HOLE 17 1/2"	SIZE OF CASING 13 3/8"	WEIGHT PER FOOT	SETTING DEPT	H SACKS OF		EST. TOP	-	
11"	8 5/8"	32#	4200'	2800 sad		Circulate		
7 7/8"	5 1/2"	17 & 15.5#	TD	800 sad		As warrante	ed.	
zones. Approintermediate If commercial perforated an	oximately 500' string will be l, production c nd stimulated a Spud mud to 500	proposes to drill of surface casing set at approximat asing will be run s needed for produ '; Brine water to nstalled on the 13	will be set ely 4200' ar and cemendte action. 4200'; cut l	and cement nd cement co ed with adea Brine to TD	circula irculate quate co	ted. An de		
IN ABOVE SPACE DES	daily. CRIBE PROPOSED PROG	RAM: IP PROPOSAL IS TO DEEPEN O			1057_ 2-26 value	FO-1 -93 4NET	DOUCTIVI	
ZONE. GIVE BLOWOUT PREVI	ENTER PROGRAM, IF ANY.							
SIGNATURE	fle R. May	te to the best of my knowledge and be	Permit Ag	ent	DAT	2/18/93		
TYPE OR PRINT NAME	Clifton R. May			·	11रा	ETHONE NO.		
(This space for State Use)					•			

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CONDITIONS OF APPROVAL, IP ANY:

MOTIFY N.M.O.C.D. IN SUFFICIENT TIME TO WITNESS CEMENTING THE APPROVAL VALID FOR 130 DAYS
PERMIT EXPIRES 3273 UNLESS DRILLING UNDERWAY