

1. Operator Name and Address YATES PETROLEUM CORPORATION 105 S 4TH ST ARTESIA , NM 88210		2. OGRID Number 25575
		3. API Number 30-05-64110
4. Property Code 32696	5. Property Name DICE STATE UNIT	6. Well No. 003

UL - Lot D	Section 10	Township 10S	Range 26E	Lot Idn D	Feet From 660	N/S Line N	Feet From 660	E/W Line W	County CHAVES
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Undesignated Pre-Cambrian	0
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9. Work Type New Well	10. Well Type GAS	11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 3827
14. Multiple N	15. Proposed Depth 6300	16. Formation Undesignated Precambrian	17. Contractor	18. Spud Date
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water
Pit: Liner: Synthetic <input type="checkbox"/> miles thick Clay <input type="checkbox"/> Pit Volume: bbls Drilling Method:				
Closed Loop System <input type="checkbox"/> Fresh Water <input checked="" type="checkbox"/> Brine <input type="checkbox"/> Diesel/Oil-based <input type="checkbox"/> Gas/Air <input type="checkbox"/>				

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	8.625	24	1100	575	0
Prod	7.875	5.5	15.5	6300	600	3900

Yates Petroleum Corporation proposes to drill and test the Pre-Cambrian/Intermediate formations. Approximately 1,100' of surface casing will be set and cement circulated. Production casing will be set at 6,300'; cement circulated to the surface.

Type	Working Pressure	Test Pressure	Manufacturer
DoubleRam	2000	2000	

I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines <input type="checkbox"/> a general permit <input type="checkbox"/> or an (attached) alternative OCD-approved plan <input type="checkbox"/> .	OIL CONSERVATION DIVISION	
	Approved By: Jacqueta Reeves	
Printed Name: Electronically filed by Monti Sanders	Title: District Geologist	
Title:	Approved Date: 5/7/2009	Expiration Date: 5/7/2011
Email Address: montis@yatespetroleum.com		
Date: 5/6/2009	Phone: 575-748-4244	

District I
 1625 N. French Dr., Hobbs, NM 88240
 Phone:(505) 393-6161 Fax:(505) 393-0720

District II
 1301 W. Grand Ave., Artesia, NM 88210
 Phone:(505) 748-1283 Fax:(505) 748-9720

District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV
 1220 S. St Francis Dr., Santa Fe, NM 87505
 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-102
 Permit 95296

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-05-64110	2. Pool Code	3. Pool Name Undesignated Pre-Cambrian
4. Property Code 32696	5. Property Name DICE STATE UNIT	6. Well No. 003
7. OGRID No. 25575	8. Operator Name YATES PETROLEUM CORPORATION	9. Elevation 3827

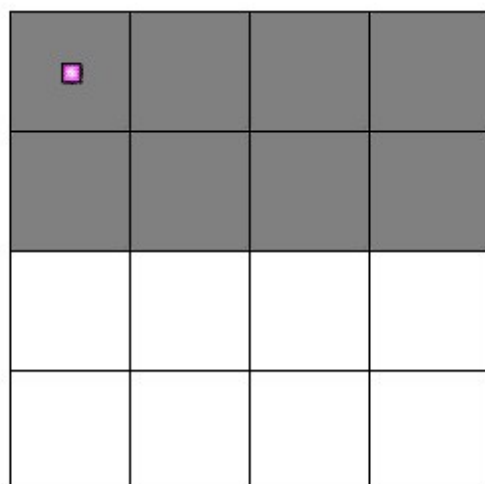
10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
D	10	10S	26E		660	N	660	W	CHAVES

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
12. Dedicated Acres 320.00		13. Joint or Infill		14. Consolidation Code		15. Order No.			

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



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: Monti Sanders

Title:

Date: 5/6/2009

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Surveyed By: Gary Jones

Date of Survey: 5/6/2009

Certificate Number: 7977

Permit Comments

Operator: YATES PETROLEUM CORPORATION , 25575

Well: DICE STATE UNIT #003

API: 30-05-64110

Created By	Comment	Comment Date
MSANDERS	MUD PROGRAM: 0-1,100' with Fresh Water Gel; 1,100'-4,300' with Brine Water; 4,300'-6,300' with SW Gel/Starch.	5/6/2009
MSANDERS	BOPE PROGRAM: A 2000 psi BOPE system will be installed on the 8 5/8" casing and tested daily for operational.	5/6/2009
MSANDERS	Sources at Yates Petroleum Corporation have relayed information to me that they believe there will not be enough H2S found from surface to TD to meet OCD's minimum requirements for the submission of a contingency plan per Rule 118.	5/6/2009
MSANDERS	C-144 for a Closed Loop System will follow by mail.	5/6/2009