

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

Form C-101
March 4, 2004

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit to appropriate District Office
State Lease - 6 Copies
Fee Lease - 5 Copies

☐ AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

¹ Operator Name and Address Yates Petroleum Corporation 105 South Fourth Street Artesia, NM 88210		² OGRID Number 025575
		³ API Number 30-015-27067
⁴ Property Code	⁵ Property Name Sara AHA Com	⁶ Well No. 8

⁷ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
H	11	20S	24E		1980	North	660	East	Eddy

⁸ Proposed 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	East/West line	County
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⁹ Proposed Pool 1 Wildcat; Wagon Draw Wolfcamp	¹⁰ Proposed Pool 2
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Drilling Pit Location and Other Information

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Depth to ground water				Distance from nearest fresh water well			Distance from nearest surface water		
¹¹ Work Type Code P		¹² Well Type Code O		¹³ Cable/Rotary N/A		¹⁴ Lease Type Code P		¹⁵ Ground Level Elevation 3607'GL	
¹⁶ Multiple N		¹⁷ Proposed Depth N/A		¹⁸ Formation Canyon		¹⁹ Contractor N/A		²⁰ Spud Date ASAP	

²¹ Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
REFER TO ORIGINAL COMPLETION					
					RECEIVED
					JUN 2 2 2004
					EDD ARTESIA

²² 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 necessary
Yates Petroleum Corporation plans to add additional Penn perms 7616'-7620' (10), 7626'-7640' (30), 7648'-7654' (14) and 7663'-7670' (16) for a total of 70 shots. Stimulate as needed. Plan to evaluate this zone, possibly plan to plugback and recomple to Wolfcamp. Set CIBP at 7581' with 35' cement on plug. Perforate Wolfcamp 6050'-6066' (17), 6088'-6102' (15), 6129'-6142' (14) and 6172'-6187' (16). Stimulate as needed.

²³ 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 ☐ a general permit ☒ or an (attached) alternative OCD-approved plan ☐.

Signature: Tina Huerta

Printed name: Tina Huerta

Title: Regulatory Compliance Supervisor

E-mail Address: tinah@ypcnm.com

Date: June 21, 2004

Phone: (505) 748-1471

OIL CONSERVATION DIVISION

Approved by:

Tina W. Huerta
District Supervisor

Title:

Approval Date: JUL 0 2 2004

Expiration Date: JUL 0 2 2005

Conditions of Approval:

Attached ☐

NOTIFY O.C.D. PRIOR
TO CONSTRUCTION OF
PIT(S)

District I
1625 N. French Dr., Hobbs, NM 88240
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1301 W. Grand Avenue, Artesia, NM 88210
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1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised June 10, 2003
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-015-27067	² Pool Code 75960	³ Pool Name Dagger Draw Wolfcamp
⁴ Property Code	⁵ Property Name Sara AHA Com	⁶ Well Number 8
⁷ OGRID No. 025575	⁸ Operator Name Yates Petroleum Corporation	⁹ Elevation 3607' GR

¹⁰ Surface Location

UL or lot no. H	Section 11	Township 20S	Range 24E	Lot Idn	Feet from the 1980	North/South line North	Feet from the 660	East/West line East	County Eddy
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¹¹ 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	East/West line	County
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¹² Dedicated Acres 320 40	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
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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

<div style="position: relative; height: 400px;"> <div style="position: absolute; top: 50%; left: 50%; transform: translate(-50%, -50%); border: 2px solid black; width: 100px; height: 100px;"></div> <div style="position: absolute; top: 10%; left: 40%; transform: rotate(-90deg);">1980' N</div> <div style="position: absolute; top: 60%; left: 55%;">660' E</div> </div>	<p>¹⁶</p>	<p>¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>Tina Huerta</i> Signature</p> <p>Tina Huerta Printed Name</p> <p>Regulatory Compliance Supervisor Title and E-mail Address</p> <p>June 21, 2004 Date</p>
	<p>¹⁸ 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.</p>	<p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor:</p>
	<p>RECEIVED JUN 22 2004 OED-ARTESIA</p>	<p>Certificate Number</p>

MARTIN YATES, III
1912 - 1985
FRANK W. YATES
1936 - 1986



105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210-2118
TELEPHONE (505) 748-1471

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JOHN A. YATES
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EXECUTIVE VICE PRESIDENT
RANDY G. PATTERSON
SECRETARY
DENNIS G. KINSEY
TREASURER

June 21, 2004

Mr. Bryan Arrant
Oil Conservation Division, District II Office
1301 W. Grand Ave.
Artesia, NM 88210

Re: Sara AHA Com #8
Section 11-T20S-R24E
Eddy County, New Mexico
H2S Contingency Plan

RECEIVED
JUN 22 2004
OCD-ARTESIA

Sources at Yates Petroleum Corporation have relayed information to me that they believe there will not be enough H2S anticipated from the surface to the Wolfcamp Formation to even meet the OCD's minimum requirements for the submission of a contingency plan per Rule 118.

Thank you,

YATES PETROLEUM CORPORATION

A handwritten signature in cursive script that reads 'Tina Huerta'.

Tina Huerta
Regulatory Compliance Supervisor