#### 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

State of New Mexico Energy Minerals and Natural Resources

Form C-101 March 4, 2004

1220 South St. Francis Dr. Santa Fe, NM 875050

Oil Conservation Division A Submit to appropriate District Office State Lease - 6 Copies Fee Lease - 5 Copies

1220 S. St. Francis Dr., Santa Fe, NM 87505 AMENDED REPORT APPLICATION FOR PERMIT TO DRILL. RE-ENTER. DEEPEN. P OR ADD A ZONE Operator Name and Address OGRIO Number 16 / 025575 Yates Petroleum Corporation 105 South Fourth Street API Number Artesia, NM 88210 Property Name <sup>3</sup> Property Code Hard As Nails AMD State Com Surface Location Feet from the UL or lot no. Township North/South line Feet from the East/West line Section Range Lot Idn County В 27 95 26E North 1980 Fast Chaves <sup>8</sup> Proposed Bottom Hole Location If Different North/South li NOTIFY OCD OF SPUD & TIME Lot Idn Feet from the UL or lot no Section Township TO WITNESS CEMENTING OF 9 Proposed Pool 1 SURFACE CASING Foor Ranch; Pre Permian Drilling Pit Location and Other Inforn North/South line East/West line UL or lot no. Section Township Range Lot Idn Feet from the Feet from the County R 95 26E North Chaves Depth to ground water Distance from nearest fresh water well Distance from nearest surface water N/A N/a 11 Work Type Code 12 Well Type Code 13 Cable/Rotary 15 Ground Level Elevation 14 Lease Type Code 3786 18 Formation 19 Contractor 20 Spud Date 16 Multiple 17 Proposed Depth Not Determined 6470 Basement Proposed Casing and Cement Program Casing weight/foot Hole Size Casing Size Setting Depth Sacks of Cement Estimated TOC 12 1/4" 8 5/8" 24# 1100' 550 Surface \*\* 7 7/8" 5 1/2" 15.5# 6470' 550 <sup>22</sup> 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 proposes to drill and test the Basement and intermediate formations. Approximately 1100' of surface casing will be set and cement circulated to shut off gravel and cavings. If commercial, production casing will be run and cemented, will perforate and stimulate as needed for production. MUD PROGRAM: 0-1100' FWGel, Paper, LCM; 1100'-4415' Brine; 4415'-6470" Starch/Salt Gel BOPE PROGRAM: A 2000# BOPE will be installed on the 8 5/8" casing and tested daily. 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 Basement Formation to meet the OCD's minimum requirements for the submission of a contingency plan per Rule 118. The State Engineers Web Site has been accessed for the captioned well. There were no records found of ground water depth, water well, or any indication of any surface water in the area surrounding this well location. <sup>23</sup> 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 OIL CONSERVATION DIVISION constructed according to NMOCD guidelines , a general permit XX, or Approved by: an (attached) alternative OCD approved plan . Signature: Printed name: Robert Asher Title: Title: Regulatory Agent / Land Department Approval Date: 1111 1 6 2004 **Expiration Date:** E-mail Address: debbiec@ypcn.com CEMENT TO COVER ALL OIL, Date: 07/12/2004 Phone: (505) 748-4376 Conditions of Approval: GAS AND WATER BEARING Comer Gloriera Attached 🔲 ZONES

District I

1625 N. French Dr., Hobbs, NM 88240

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102 Revised August 15, 2000

District II

811 South First, Artesia, NM 88210

District III

320

1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION 1220 South St. Francis Dr.

Santa Fe, NM 87505

Submit to Appropriate District Office State Lease - 4 Copies

Fee Lease - 3 Copies

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

MELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Number				<sup>2</sup> Pool Code		<sup>3</sup> Pool Name				
					1		Wildcat Bas	sement		
<sup>4</sup> Property Code			<sup>5</sup> Property Name						Well Number	
	[			Hard A	As Nails "AN	ID" State Com.			4	
<sup>7</sup> OGRID No.		<sup>8</sup> Operator Name							<sup>9</sup> Elevation	
025575		Yates Petroleum Corporation							3786	
					10 Surface	Location				
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			<sup>11</sup> B	ottom Ho	le Location	If Different From	n Surface			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
<sup>2</sup> Dedicated Acre	s 12 Joint o	r Infill 14 C	onsolidation	Code 15 Ord	ler No.					

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A

	NON-STANDA	RD UNIT HAS BEEN A	APPROVED BY THE D	IVISION
	LG - 8138	099	1980'	17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. Signature
V-50	539			Robert Asher Printed Name  Regulatory Agent Title  7/12/2004 Date
				<sup>18</sup> 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.  Dete of Survey
				Signature and Seal of Professional Surveyor:  Refer to Original Plat  Certificate Number

DISTRICT I
1326 H. Frunch Dr., Bobbs, MM 88940
DISTRICT II
211 South First, Artesia, NM 88210
DISTRICT III
1000 Bio Brusco Bd., Astoc., NM 87410

DISTRICT IV 2040 South Pacheco, Santa Fe, NM 87606

# State of New Mexico Energy, Minerals and Ratural Resources Department

Form C-102
Revised March 17, 1999
Instruction on back
about to Appropriate District Office
State Lease - 4 Cordes

HARD ASONALS 4
GENERAL SURVEYING COMPANY

State Lease — 4 Copies Foo Lease — 3 Copies

## OIL CONSERVATION DIVISION P.O. Box 2088

Santa Fe. New Mexico 87504-2088

☐ AMENDED REPORT

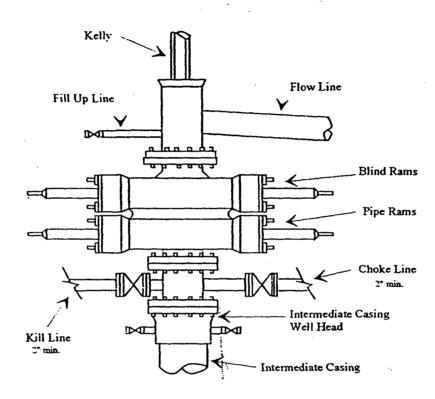
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### **Yates Petroleum Corporation**

Typical 2,000 psi Pressure System
Schematic
Double Ram Preventer Stack



Typical 2,000 psi choke manifold assembly with at least these minimun features

