

District I

1625 N. French Dr., Hobbs, NM 88240
Phone:(575) 393-6161 Fax:(575) 393-0720

District II

811 S. First St., Artesia, NM 88210
Phone:(575) 748-1283 Fax:(575) 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-101
Revised July 18, 2013

Permit 185336

*4-29-2014
10 I/A*

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

1. Operator Name and Address YATES PETROLEUM CORPORATION 105 S 4TH ST ARTESIA, NM 88210		2. OGRID Number 25575
4. Property Code <i>40498</i>		3. API Number <i>42351</i>
5. Property Name Spunky BUK State Com		6. Well No. 003H

7. Surface Location

UL - Lot N	Section 2	Township 26S	Range 26E	Lot Idn	Feet From 200	N/S Line S	Feet From 1980	E/W Line W	County Eddy
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8. Proposed Bottom Hole Location

UL - Lot C	Section 2	Township 26S	Range 26E	Lot Idn C	Feet From 330	N/S Line N	Feet From 1980	E/W Line E	County Eddy
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WILDCAT G-OB S2526 36m; (92818)

9. Pool Information <i>Undesignated Bone Spring Sand</i>	0
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Additional Well Information

11. Work Type New Well	12. Well Type OIL	13. Cable/Rotary	14. Lease Type State	15. Ground Level Elevation 3310
16. Multiple N	17. Proposed Depth 11824	18. Formation 2nd Bone Spring Sand	19. Contractor	20. Spud Date
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water

We will be using a closed-loop system in lieu of lined pits

21. Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	400	415	0
Int1	12.25	9.625	36	2000	695	0
Prod	8.75	5.5	17	11824	1845	1500

Casing/Cement Program: Additional Comments

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22. Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Double Ram	3000	3000	
Double Ram	5000	5000	

23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify I have complied with 19.15.14.9 (A) NMAC <input checked="" type="checkbox"/> and/or 19.15.14.9 (B) NMAC <input checked="" type="checkbox"/> , if applicable. Signature:	OIL CONSERVATION DIVISION	
	Printed Name: Electronically filed by Travis Hahn	Approved By: <i>T. P. Shepard</i>
	Title: Land Regulatory Agent	Title: <i>Travis Hahn</i>
	Email Address: thahn@yatespetroleum.com	Approved Date: <i>4-29-2014</i>
	Date: 4/29/2014 Phone: 575-748-4120	Expiration Date: <i>4-29-2016</i>
Conditions of Approval Attached		

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Form C-102
August 1, 2011
Permit 185336

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-016-42351	2. Pool Code 97818	3. Pool Name WILDCAT 6-03 S252636M; Undesignated Bone Spring Sand B.S.
4. Property Code 40498	5. Property Name Spunky BUK State Com	6. Well No. 003H
7. OGRID No. 25575	8. Operator Name YATES PETROLEUM CORPORATION	9. Elevation 3310

10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
N	2	26S	26E		200	S	1980	W	Eddy

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
C	2	26S	26E		330	N	1980	W	EDDY
12. Dedicated Acres 160.00			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

	<p align="center">OPERATOR CERTIFICATION</p> <p><i>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.</i></p> <p>E-Signed By: Travis Hahn Title: Land Regulatory Agent Date: 4/29/2014</p>
	<p align="center">SURVEYOR CERTIFICATION</p> <p><i>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.</i></p> <p>Surveyed By: Gary Jones Date of Survey: 1/17/2014 Certificate Number: 7977</p>

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Form APD Conditions
Permit 185336

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address: YATES PETROLEUM CORPORATION [25575] 105 S 4TH ST ARTESIA, NM 88210	API Number: Well: Spunky BUK State Com #003H
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