State of New Mexico 10112 13 14 15 16 2 Form C-101 DISTRICT I Energy, Minerals and Natural Resources Department 1625 N. French Dr., Hobbs, NM 88240 Revised March 17, 1999 Instructions on back it to appropriate District Office DISTRICT II OIL CONSERVATION BIVISIONENED 811 South First, Artesia, NM 88210 State Lease - 6 Copies PO BOX 2088 Fee Lease - 5 Copies DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87504-2088 DISTRICT IV 15056282120 AMENDED REPORT 2040 South Pacheco, Santa Re, NM 8750: APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE Operator Name and Address OGRID Number Yates Petroleum Corporation 025575 105 South Fourth Street API Number Artesia, New Mexico 88210 005-61804 30-Property Code Property Name 6 Well No. Aikman BDK State Com 1 **Surface Location** North/South Line Township Lot Idn Feet from the Feet from the East/West Line County III. or lot no Section Range South 26E 660 660 Chaves 36 **6S** East P **Proposed Bottom Hole Location If Different From Surface** Lot Idn Feet from the North/South Line Feet from the East/West Line UL or lot no Section Township County 10 Proposed Pool 2 9 Proposed Pool 1 Wildcat Silurian Ground Level Elevation Work Type Code Well Type Code Cable/Rotary Lease Type Code 3847' Ε G R S Proposed Depth 8 Formation Contractor Spud Date Multiple 6,400' Granite Wash Not Determined **ASAP** No **Proposed Casing and Cement Program** Casing weight/feet Setting Depth Sacks of Cement Estimated TOC Hole Size Casing Size 1077'-in place 12 1/4" 8 5/8" 24# 650 sx Circulate 7 7/8" 4 1/2" 11.6# 16'-4775'-in plac 475 sx TOC-3925' 7 7/8" 3 7/8" 6.5# 0-6400' 700 sx TOC-5000 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 Describe the blowout prevention program, if any. Use additional sheets if necessary. See Attached Sheet 23 I hereby certify that the information given above is true and comple to the best of OIL CONSERVATION DIVISION my knowledge and Signature: Approved by: Clifton R. May Printed name: Regulatory Agent Title: Approval Date Date: Phone: Conditions of Approval 06/12/03 Attached (505) 748-1471

DISTRICT I 1625 M. French Dr., Hobbs, 104 86240 DISTRICT II 811 South First, Artesia, NM 88810 DISTRICT III 1000 Ble Brazos Bd., Astec, NM 87410

DISTRICT IV 2040 South Pachooo, Santa Fc. NM 87505

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102 Revised March 17, 1999 Instruction on back Submit to Appropriate District Office

> State Lease - 4 Copies Foe Lease - 3 Copies

OIL CONSERVATION DIVISION P.O. Box 2088

Santa Fe. New Mexico 87504-2088

□ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

AFI Number 30-005-61804	Pool Code	Pool Name Wildcat Silurian		
Property Code				
OCEID No.	Operator Naz	ne .	Elevation	
25575	Yates Petroleum Corporati	on	3847 '	

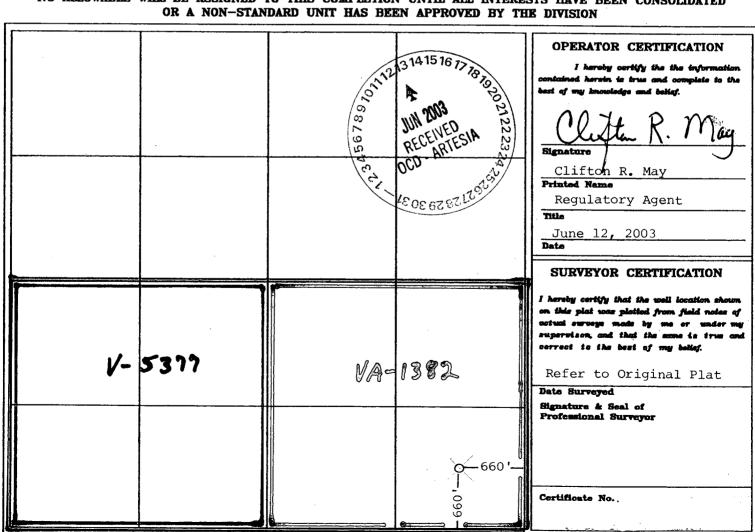
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	36	6 S	26 E		660	South	660	East	Chaves

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
Dedicated Acres	Joint o	r Infill Co	meolidation	Cods Or	der No.	l	<u> </u>		<u> </u>
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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



form C-102 Revised 10-

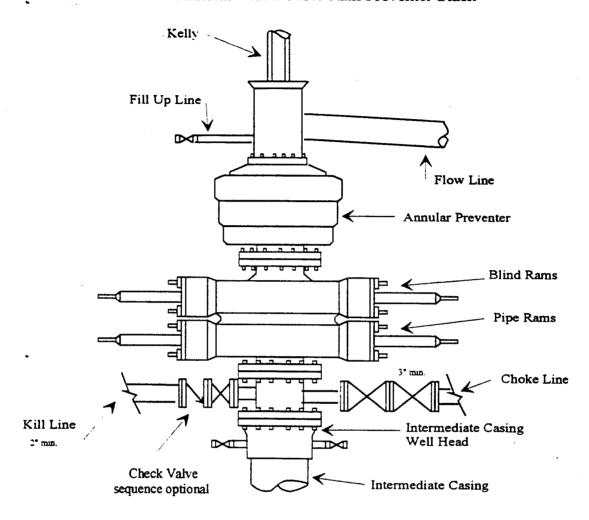
P. O. HOX 2088 SANTA FE, NEW MEXICO 8750 i

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Operator McKay	Oil Corp.		Alkman-Stat	:e	#1
P Se	36	Township 6 South	26 East	Chav	res
Actual Fusture Locatio	n of Well: ret from the	South	660	Earlien the	ist line
Ground Level Elev.	Producting Fe		Poul		Dedicated Acreage:
3847	Granite	Wash	Wildcat		40
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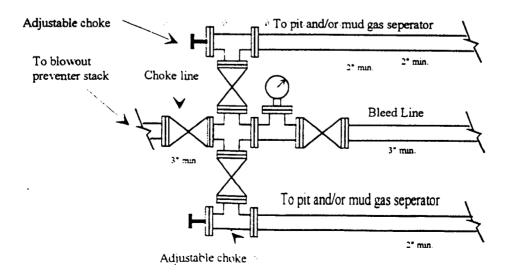


Yates Petroleum Corporation

Typical 3,000 psi Pressure System
Schematic
Annular with Double Ram Preventer Stack



Typical 3,000 psi choke manifold assembly with at least these minimun features



YATES PETROLEUM CORPORATION

Aikman BDK State Com #1 Re-Entry 660' FSL and 660' FEL Section 36-T6S-R26E Chaves County, New Mexico

This well was originally drilled by McKay Oil Corporation as their Aikman State #1 and was plugged in March 1999. Yates Petroleum Corporation plans to re-enter this well using a pulling unit and a reverse unit to drill out the cement plugs in the $8\,5/8$ " casing and in the $4\,1/2$ " casing down to 4,772'. Yates will then clean out the $7\,7/8$ " open hole down to the old TD of 6400'. Yates will then run $2\,7/8$ " casing to TD and cement with enough cement to bring the top to 5,000' +/-. The mud that will be used is 9.2-9.5 ppg brine water with a 55-70 cp viscosity. A 3000# BOPE will be nippled up on the $8\,5/8$ " casing.

The well will be completed using a pulling unit. The formations that a completion will probably be attempted in will be the Silurian @ 6100' +/-, the Mississippian @ 6000' +/-. The Strawn @ 5900' +/-, the Cisco @ 5700' +/-, or the Wolfcamp @ 5000' +/-.

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LOCATION: 660 FS		<u>3,860°</u>	be Chaves to	unty	
GL: 3848 ZERO:	AGL: KB:	3,000	CASIN	G PROGRAM	
Δ'. Λ	COMPLETION DATE 3/17/99	•	SIZE/WT/GR/		DEPTH SET
COMMENTS: PAR	3/1//7/		OILE VVII OIG		1021
*			85/8" 24,0 # J-3	55 ST &C.	/022
		sx 361'- Surf	4'2" 11.6# K55,	57 FC	4772'
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•	TD 6400'			5/27	1/03 Jup
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- SKETCH NOT TO SCALE -

