| Operator Name and Address Yates Petroleum Corporation 105 South Fourth Street Artesia, New Mexico 88210 Property Code | | | | | | Name | | A SOUTH OF S | , - | ² 00 | O25575 API Number | 325/8 | |
|--|---|-----------------------|--|---|---|--------------------------------|--|--|-----------------------------|------------------|-----------------------|---------------------------------|--|
| | 30701 9 | 610 | Proposed Pool 1 | | E | ith Unit 2 10 Proposed Pool 2 | | | | | | · | |
| | | | d Creek, Morrow (| GAS) | | | | | | | | | |
| | ····· | | | | ⁷ Surface | Locat | ion | | | | | | |
| UL or lot no. | Section 32 | Township 23S | Range 24E | Lot Idn Feet from | | | l i | | ł | | East/West line County | | |
| | - 32 | 233 | | sed Bott | | | South 1190' If Different From Surface | | | 1 | East Eddy | | |
| UL or lot no. | Section | Township | Range | Lot | | | North/So | | | | ast/West line County | | |
| | • | | | Additional Well Int | | | rmatic | | | | | | |
| 11 Work 7 | Type Code | | 12 Well Type Cod | | | /Rotary |)IIIIauic | | Lease Type Code | | 15 Grou | md Level Elevation | |
| | ultiple | | G 17 Proposed Dept | t. | 18 75 | 4: | S | | | 4242' | | | |
| | шпріе N | | 10600° | п | ¹⁸ Formation Morrow | | | | | | | ²⁰ Spud Date ASAP | |
| Depth to Groun | ndwater | 170 | | Distanc | e from nearest fres | | | | | | ater | | |
| Pit: Line | er: Synthet | ic XX 12_1 | | Pit Vo | olume: bbls | | Dri | illing Meth | nod: | | 2000 | | |
| Close | d-Loop Sys | tem 🔲 | | | | | Fre | sh Water | ☐ Brine 🏻 | Diesel/0 | Oil-based | Gas/Air 🗌 | |
| | | | 21 | Propos | sed Casing a | nd Ce | ment I | Progran | n | | | | |
| Hole Si | ze | Ca | ising Size | Casin | ing weight/foot Setting | | | Depth Sacks of Cement | | |] | Estimated TOC | |
| 17.5 |) | 1 | 13.375 | 48 | | 400' | | 300 sx | | | 0 | | |
| 12.2 | 5 | | 8.625 | 24 | | 2500' | | 900 sx | | | 0 | | |
| 8.62: | 8.625 | | 5.5 | 17 | | 10600 | | 1700 sx | | | 8200 | | |
| | | : | | | | | | | | | | | |
| | | | | | | | | | | | | | |
| Yates Petro casing will for product MUD PRO | e the blowed leum Cobe set and ion. GRAM: | rporation d cement | If this application ion program, if any proposes to drued. If commercially the commercial to the comme | Use add ill and to cial, pro 2500'-9 | litional sheets if n est the Morrov duction casing 400' Cut Brin | w and ing will be | ntermed e run an | iate forr id cemer 0' Salt (| nations. Apported, will per | oroxim forate | ately 400' | of surface | |
| | | | BOPE will be | mstane | a on the 8 5/8' | casing | g and te | sted dail | y. | | | | |
| No H2S is | anticipa: | ted. | | | | | | | | | | | |
| 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 NMO€D guidelines □, a general permit □, or an (attached) atternative O€D-approved plan □. | | | | | OIL CONSERVATION DIVISION Approved by: | | | | | | | | |
| Signature: | | | | | BRYAN G. ARRANT | | | | | | | | |
| Printed name: Cy Cowan | | | | | | Title: | | , | DISTR | ICT I | I GEOL | OGIST | |
| Title: Regulatory Agent | | | | | | Approv | val Date. | CT 1 | 8 2006 | Expirat | tion Da n | 1 8 2007 | |
| E-mail Addres | s: | | | | | | | | | | | 7 - 5001 | |
| Date: 10/17/06 Phone: (505) 748-4372 | | | | | Condit | ions of Ar | nroval Att | tached [| | | | | |

State of New Mexico **Submit 3 Copies to Appropriate District** Office Revised March 25, 1999 **Energy, Minerals and Natural Resources** WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 District II 30-015-32518 **OIL CONSERVATION DIVISION** 811 South First, Artesia, NM 88210 5. Indicate Type of Lease District III 2040 South Pacheco St. STATE X FEE \square 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 District IV 6. State Oil & Gas Lease No. 2040 South Pacheco, Santa Fe, NM 87505 VO-5824 7. Lease Name or Unit Agreement Name: SUNDRY NOTICES AND REPORTS ON (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO BEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMET" (FORM C Samuel Smith Unit PROPOSALS.) 1. Type of Well: Oil Well Gas Well Other 8. Well No. 2. Name of Operator Yates Petroleum Corporation 3. Address of Operator 9. Pool name or Wildcat 105 South Fourth Street, Artesia, New Mexico 88210 Crooked Creek Morrow 4. Well Location feet from the South 1190' feet from the Unit Letter: I · 1420' line and East County Eddy Section Township 23S 32 Range 24E **NMPM** 4242' GL **NOTICE OF INTENTION TO:** SUBSEQUENT REPORT OF: **ALTERING CASING** PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK

CHANGE PLANS

MULTIPLE

COMPLETION

TEMPORARILY ABANDON

PULL OR ALTER CASING

OTHER: OTHER: Change of name. 12. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

COMMENCE DRILLING OPNS

CASING TEST AND

CEMENT JOB

line

PLUG AND

ABANDONMENT

Yates Petroleum wishes to change the name for the captioned well from the the Samuel Smith BAS State #1 to the Samuel Smith Unit #2. Thank you.

| \cap \cap | | | | |
|---------------------------------|---------|------------------|---------------|----------------|
| SIGNATURE A GW | M TITLE | Regulatory Agent | DATE _ | 01/28/04 |
| Type or print name Cy Cowan | • | | Telephone No. | (505) 748-1471 |
| (This space for State use) | | | | |
| APPROVED BY | TITLE | | DATE | |
| Conditions of approval, if any: | | | | |

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

State of New Mexico Energy, Minerals and Natural Resources

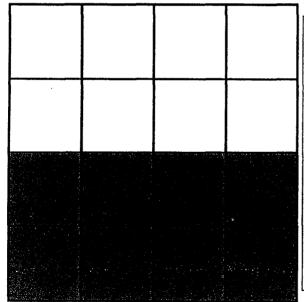
Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

| API Number 30-15-32518 | Pool Name CROOKED CREEK;MORROW (GAS) | Pool Code 75400 |
|---------------------------|---|---------------------|
| Property Code 30761 | Property Name Samuel Smith Unit | Well No. 002 |
| OGRID No. 25575 | Operator Name Yates Petroleum Corporation | Elevation 4242 |

Surface And Bottom Hole Location

| UL or Lot | Section 32 | Township 23S | Range 24E | Lot Idn | Feet From 1420 | N/S Line S | Feet From 1190 | E/W Line E | County Eddy | |
|---------------------|------------|-----------------|--------------|--------------------|-------------------|---------------|-------------------|---------------|----------------|--|
| Dedicated Acres 320 | | Joint or Infill | | Consolidation Code | | Order No. | | | | |



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Electronically Signed By: Robert Asher

Title: Manager Date: 11/7/2002

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.

Electronically Signed By: Dan R. Reddy

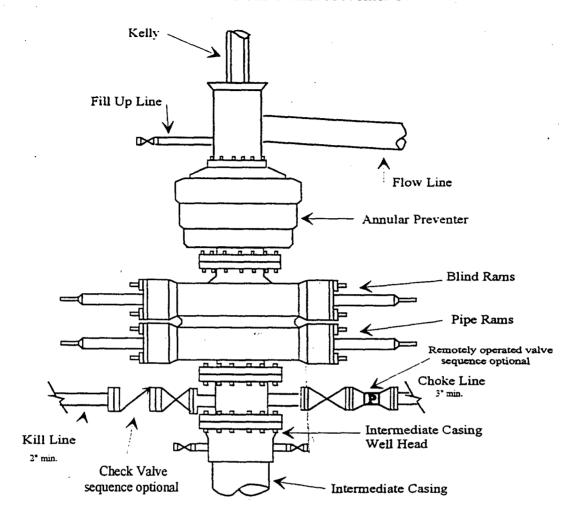
Date of Survey: 9/23/2002 Certificate Number: 5412





Yates Petroleum Corporation

Typical 5,000 psi Pressure System
Schematic
Annular with Double Ram Preventer Stack



Typical 5,000 psi choke manifold assembly with at least these minimun features

