

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-10

June 16, 200

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

Submit to appropriate District Office

☐ AMENDED REPORT**APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN,
PLUGBACK, OR ADD A ZONE**

¹ Operator Name and Address Yates Petroleum Corporation 105 S. Fourth Street Artesia, NM 88210		² OGRID Number 025575
		³ API Number 30-015-38232
³ Property Code 29657	⁵ Property Name Bleu Pearl BAF State Com	⁶ Well No. 2
⁹ Proposed Pool 1 Wildcat Chester (Mississippian)		¹⁰ Proposed Pool 2

⁷ Surface Location

UL or lot no. K	Section 34	Township 16S	Range 27E	Lot Idn	Feet from the 1980'	North/South line South	Feet from the 1650'	East/West line West	County Eddy
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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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Additional Well Information

¹¹ Work Type Code N	¹² Well Type Code Gas	¹³ Cable/Rotary R	¹⁴ Lease Type Code S	¹⁵ Ground Level Elevation 3387'
¹⁶ Multiple N	¹⁷ Proposed Depth 9200'	¹⁸ Formation Chester	¹⁹ Contractor	²⁰ Spud Date ASAP

²¹ Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
14.75"	9.625"	36#	1100'	1000	0
8.75	5.5"	15.5#	9200	2375	900

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.

²³

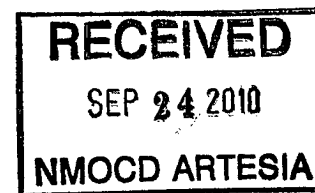
Yates Petroleum Corporation proposes to drill/test the Chester and intermediate formations. Approximately 1100' of surface casing will be set and cement circulated to shut off gravel and carvings. If commercial, production casing will be run and cemented, well perforated and stimulate as needed for production.

MUD PROGRAM: 0-1400' FW/Gel; 1400'-8200' Cut Brine; 8200'-TD Salt Gel/Starch/ 4-6%KCL.

BOPE PROGRAM: A 5000# BOPE will be installed on the 9.625" casing and tested daily.

No H2S is anticipated.

C-144 attached. (Previously Approved APD # 30-015-35891)



²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief.

Signature:

Printed name:

Monti Sanders

Title:

Land Regulatory Technician

E-mail Address:

montis@yatespetroleum.com

Date:

9/22/10

Phone:

575-748-4244

OIL CONSERVATION DIVISION

Approved by:

Title: OCT 18 2010

DISTRICT SUPERVISOR

Approval Date: OCT 18 2010

Expiration Date:

10/18/2011

Conditions of Approval Attached ☐

1626 N. French Dr., Hobbs, NM 88340

DISTRICT II

611 South First, Artesia, NM 84810

DISTRICT III.

1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV

2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102

Revised March 17, 1889

Instruction on back

Submit to Appropriate District Office

State Lease - 4 Copies

For Lease - 3 Copies

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015-38234	Pool Code 97791	Pool Name Wildcat Chester (Mississippian)
Property Code 29657	Property Name Bleu Pearl BAF State Com	Well Number 2
OGRID No. 025575	Operator Name Yates Petroleum Corporation	Elevation 3387'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	34	16S	27E		1980'	South	1650'	West	Eddy

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 or Infill	Consolidation Code	Order No.						
320									

**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**

NM-101583				OPERATOR CERTIFICATION <i>I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.</i> <u>Monti Sanders</u> Signature <u>Monti Sanders</u> Printed Name <u>Land Regulatory Technician</u> Title <u>9/22/10</u> Date	
NM-93191				SURVEYOR CERTIFICATION <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> REFER TO ORIGINAL PLAT Date Surveyed _____ Signature & Seal of Professional Surveyor _____ Certificate No. _____	
VA-1588	1650'	1980'			

FROM : GENERAL SURVEYING Co
 DISTRICT I
 1820 N. Fourth St., Hobbs, NM 88240
 DISTRICT II
 811 South First, Artesia, NM 88210
 DISTRICT III
 1009 Rio Grande Rd., Artesia, NM 87410
 DISTRICT IV
 2240 South Pacheco, Santa Fe, NM 87508

FAX NO. : 5053938823
 JLBLL 01 11/18/2004
 DIVISION, Minerals and Natural Resources Department

Sp. 13 2004 06:07PM P4
 Received March 17, 2004
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 Submit to Appropriate District Office
 State Lease - 4 Copies
 Fee Lease - 3 Copies

OIL CONSERVATION DIVISION

P.O. Box 2088
 Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name
Property Code	Property Name	Well Number
06839 No.	023575	BLEU PEARL "BAF" STATE COM.
Operator Name	Elevation	
YATES PETROLEUM CORPORATION	3387	

Surface Location

UL or lot No.	Section	Township	Range	Lot No.	Feet from the	North/South Line	Feet from the	East/West Line	County
K	34	16S	27E		1980	SOUTH	1650	WEST	EDDY

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot No.	Feet from the	North/South Line	Feet from the	East/West Line	County
Dedicated Acres	Feet or more	Consolidation Code	Order No.						
320									

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>N.32°03'37.0° W.104°10'05.8° N.662803.3 E.519897.3 (NAD-87)</p>	OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. Signature Cy Cowan Printed Name Regulatory Agent Title September 20, 2004 Date
		SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from final 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. Date Surveyed 9/10/2004 Signature of Surveyor Hershel L. Jones NEW MEXICO No. 3840 Certified to Mr. Harold Jones RLS 3840 BLEU PEARL OIL CONSERVATION DIVISION