N.M. Oil Cons. DIV-Dist. 2 1301 W. Grand Avenue Arteria MM \$2243

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

0 OMB No. 1004-0136

Expires	November	30, 200
Lease Serial N	lo	

DEPARTMENT OF THE I	NTERIOR		5. Lease Serial No.		
BUREAU OF LAND MANAC	NM-1982	5			
APPLICATION FOR PERMIT TO D	RILL OR REENTER		6. If Indian, Allottee or Tribe	Name	
1a. Type of Work: X DRILL RE	ENTER		7. If Unit or CA Agreement,	Name and No.	
			8. Lease Name and Well No		
b. Type of Well: Oil Well Gas Other Well	Single Zone	Multiple Zone	Doris Federal #6		
2. Name of Operator			9. API Well No.		
Yates Petroleum Corporation			30-005-0		
3A. Address 105 South Fourth Street	3b. Phone No. (include area cod	le)	10. Field and Pool, or Explor	atory	
Artesia, New Mexico 88210	(505) 748-147	71	Wildcat		
4. Location of Well (Report location clearly and in accordance with any	•		11. Sec., T., R., M., or Blk, a	nd Survey or Area	
At surface NESE 1980' FSI	_ and 1000' FEL				
	as above		Section 14, T5	S-R24E	
14. Distance in miles and direction from nearest town or post office*			12. County or Parish	13. State	
Approximately twenty (35) miles northwast of Ros	well, New Mexico		Chaves County	NM	
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig, unit line, if any)	16. No. of Acres in lease	17. Spacing Un	it dedicated to this well 320 acres		
•	19. Proposed Depth	20. BLM/BIA I			
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 1500	5380	20. BEIVEBER	NM-2811		
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approximate date work will	start*	23. Estimated duration		
3951' GL		30 Days			
	24. Attachments				
The following, completed in accordance with the requirements of Onshor	re Oil and Gas Order No. 1, shall b	e attached to this	form:		
1. Well plat certified by a registered surveyor.	4. Bond to cove	er the operations	unless covered by an existing b	ond on file (see	
2. A Drilling Plan.	Item 20 abov	/e).			
3. A Surface Use Plan (if the location is on National Forest System Land	ls, the 5. Operator cert	ification.			
SUPO shall be filed with the appropriate Forest Service Office. 6. Such other site specific inform			ation and/or plans as may be re-	quired by the	
	authorized of	fice.			
25. Signature	Name (Printed/Typed)		Date		
(call I	Robert Asher/Lai	nd Departme	ent	1/18/05	
Email: debbiec@ypcnm.com				·····	
Title: Regulatory Agent / debbiec@ypcnm.com					
Approved by (Signature)	Name (Printed/Typed)		Date	R 0 9 200	
/S/LARRY D. BRAY	/	S/LARRY	D. BRAY		
Title Assistant Field Manager,	Office			D EOR 1 VEAR	

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on reverse)

C144 approved 11/05/04

Lands And Minerals

Previously Approved

ROSWELL FIELD OFFICE

CEMENT TO COVER ALL OIL, GAS AND WATER BEARING ZONES 1. P. Gleriota

RECEIVED MAR 1 2 2005 OCH-ARTESIA

APPROVED FOR 1 YEAR

88240

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised August 15, 2000

4, NM 88210

azos 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

..UY

Fee Lease - 3 Copies

1 A	PI Number	<u> </u>	VV IIII IV	² Pool		UNU	יוענינע	CATION PLA Pool N			
•	a i i vangoei	•		1 001	Cour	Wildcat Basement					
⁴ Property C	ode				⁵ Prop	Property Name 'Well Number RIS FEDERAL 6 Operator Name 'Elevation			Well Number		
					DORIS				6		
⁷ OGRID N					•						
02557	5			<u> </u>	ates Petrole						3951'
				·	10 Surfa	ce Locat	ion				
UL or lot no.	Section	Townshi	·	Lot Id	n Feet from th	ie Norti	/South line	Feet from the	East/We		County
1	14	58	24E	<u></u>	1980		outh	1000	<u>Ea</u>	st	Chaves
		T		ottom	Hole Location	on If Diff	erent Fro	m Surface	,		
UL or lot no.	Section	Townshi	ip Range	Lot Id	n Feet from th	ne Nort	h/South line	Feet from the	East/Wo	est line	County
12 Dedicated Acres	13 Joint o	r Infill	14 Consolidation	Code	15 Order No.		_	1	<u> </u>		
320											
					NM-1982	25		belief Signatur	ert Asher) <u>e</u> .	ny knowledge and
								Reg	ulatory A	gent	
								Title			
								1/18 Date	/2005		
						c	100	I hereb was pla me or u and con REFER	y certify that ti nted from field inder my super rect to the bes t TO ORIGINA	ne well located notes of activition, and att of my belie	
						000000000000000000000000000000000000000					

YATES PETROLEUM CORPORATION Doris Federal #6

1980' FSL & 1000' FEL Section 14-T5S-R24E Chaves County, New Mexico

1. The estimated tops of geologic markers are as follows:

San Andres	685'	Basement Granite	5280'
Glorieta	1445'	TD	5380'
Yeso	1560'		
Tubb	2395'		
Abo	3560'		
Wolfcamp	4400'		

2. The estimated depths at which anticipated water, oil or gas formations are expected to be encountered:

Water: 200'-300'

Oil or Gas: 3550' to 5380'

3. Pressure Control Equipment: BOPE will be installed on the 11 3/4" casing and rated for 2000# BOP systems will be consistent with API RP 53. Pressure tests will be conducted before drilling out from under all casing strings which are set and cemented in place. Blowout Preventor controls will be installed prior to drilling the surface plug and will remain in use until the well is completed or abandoned. Preventors will be inspected and operated at least daily to ensure good mechanical working order, and this inspection recorded on the daily drilling report. See Exhibit B.

Auxiliary Equipment:

- A. Auxiliary Equipment: Kelly cock, pit level indicators, flow sensor equipment and a sub with full opening valve to fit the drill pipe and collars will be available on the rig floor in the open position at all times for use when kelly is not in use.
- 4. THE PROPOSED CASING AND CEMENTING PROGRAM:
 - A. Casing Program: (All New)

<u>Hole Size</u>	Casing Size	Size Wt./Ft	<u>Grade</u>	Coupling	<u>Interval</u>	<u>Length</u>	
14 3/4"	11 3/4"	42#	H-40	ST&C	0-900'	900'	
11"	8 5/8" *	24#	J-55	ST&C	0-1500'	1500'	
7 7/8"	5 1/2"	15.5#	J-55	ST&C	0-5380'	5380'	
* 0 E 10" -	فمم مط النب ممنمم	anly if land aire	ulatian ia an				

- * 8 5/8" casing will be set only if lost circulation is encountered.
- 1. Minimum Casing Design Factors: Collapse 1.125, Burst 1.0, Tensile Strength 1.80
- 2. A 2,000 psi BOP will be nippled up on the 8 5/8" casing and tested to 500 psi. YPC requests a variance be granted in requiring the casing and BOPE to be tested to 2000 psi to testing the casing and BOPE to 500 PSI. The rig pumps will be used to test the casing and BOPE. Rig pumps used in this area cannot safely test above 500 PSI. We would have to go to the greater expense of hiring an independent service company to do the testing. Also, the bottom hole pressure in this field is proven to be near 500 psi due to depletion. A shut in surface pressure would be less than 500 psi. The Abo formation usually requires stimulation before it flows*. We feel that a 500 psi test will demonstrate that the BOPE is functioning properly, and in the unlikely event of a gas influx that the BOPE would be sufficient to control the well.

B. CEMENTING PROGRAM:

Surface casing: Cement with 200 sx Lite "C" (Yield 2.0 Wt. 12.5). Tail in with 200 sx "C" + 2% CaCl2 (Yield 1.33, Wt. 15.6).

Intermediate casing: 250 sx Lite (Yield 2.0, Wt. 12.0). Tail in with 200 sx "C" + 2% CaCl2 (Yield 1.32 Wt. 14.8).*

Production Casing: TOC 3100'. Cement with 350 sx Super "C" (Yield 1.67 Wt. 13.0).

*If intermediate casing not set, hole size will be reduced from 11" to 7 7/8" at 1500'.

5. MUD PROGRAM AND AUXILIARY EQUIPMENT:

<u>Interval</u>	<u>Type</u>	Weight	<u>Viscosity</u>	Fluid Loss
Spud-900'	FW Gel/Paper/LCM	8.6-9.0	32-36	N/C
900'-1500'	Cut Brine	8.6-9.0	29	N/C
1500'-3520'	Brine	10.0-10.2	28	N/C
3520'-TD	Salt Gel/Starch/Oil/LCM	9.0-9.8	34-45	<10cc

Sufficient mud material(s) to maintain mud properties, control lost circulation and contain a blow out will be available at the well site during drilling operations. Mud will be checked hourly by rig personnel.

6. EVALUATION PROGRAM:

Samples: 10' samples out from under surface casing to TD.

Logging: CNL/LDT, w/NGT TD to surface casing; CNL/GR to surface;

DLL/MSFL TD to surface casing: BHC Sonic TD to surface casing.

Coring: None anticipated. DST's: None anticipated.

7. ABNORMAL CONDITIONS, BOTTOM HOLE PRESSURE, AND POTENTIAL HAZARDS:

Anticipated BHP:

From: 0 To: 900' Anticipated Max. BHP: 375 PSI From: 900' To: TD Anticipated Max. BHP: 2500 PSI

Abnormal Pressures Anticipated: None

Lost Circulation Zones Anticipated: None.

H2S Zones Anticipated: None.

Maximum Bottom Hole Temperature: 110 F

8. ANTICIPATED STARTING DATE:

Plans are to drill this well as soon as possible after receiving approval. It should take approximately 20 days to drill the well with completion taking another 10 days.

MULTI-POINT SURFACE USE AND OPERATIONS PLAN YATES PETROLEUM CORPORATION

Doris Federal #6 1980' FSL & 1000' FEL Section 14-T5S-R24E Chaves County, New Mexico

This plan is submitted with Form 3160-3, Application for Permit to Drill, covering the above described well. The purpose of this plan is to describe the location of the proposed well, the proposed construction activities and operations plan, the magnitude of the surface disturbance involved and the procedures to be followed in rehabilitating the surface after completion of the operations, so that a complete appraisal can be made of the environmental effect associated with the operations.

1. EXISTING ROADS:

Exhibit A is a portion of the BLM map showing the well and roads in the vicinity of the proposed location. The proposed wellsite is located approximately 32 miles northeast of Roswell, New Mexico and the access route to the location is indicated in red and green on Exhibit A.

DIRECTIONS:

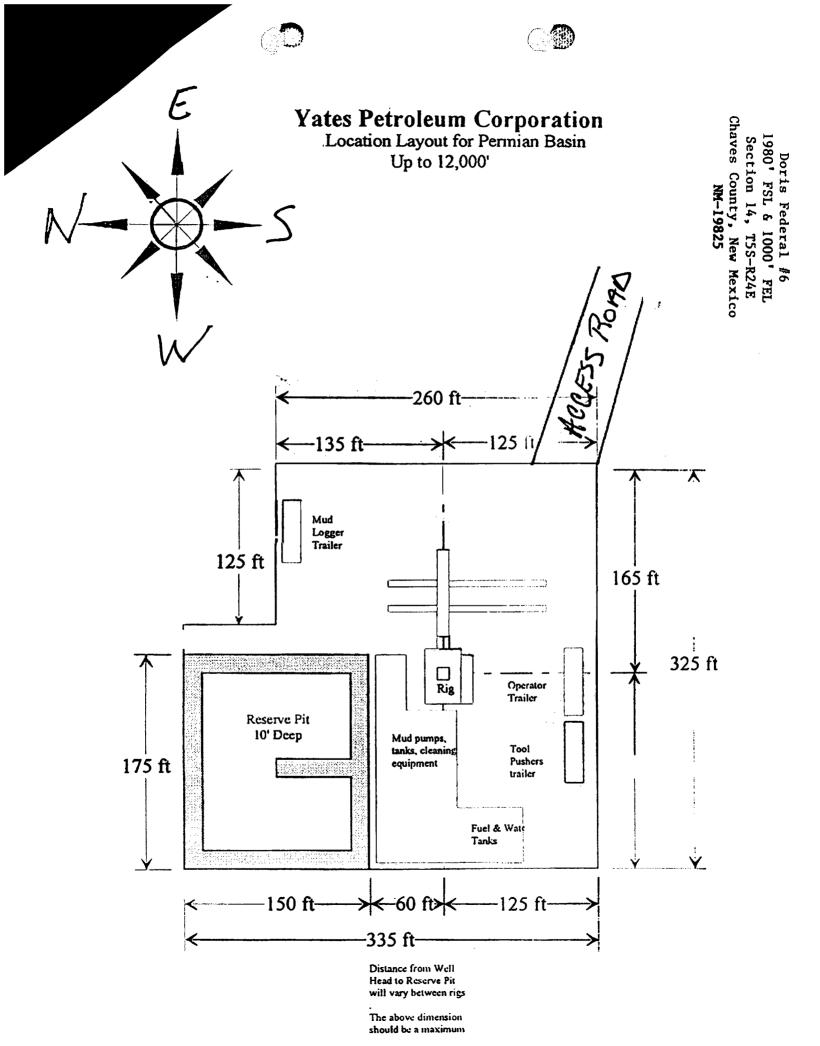
Go north of Roswell on Highway 285 for approximately 23 miles to Dona Ana. Turn east on Dona Ana Road and go approximately 7.1 miles continue northeast on Dona Ana Road and go approximately 4 miles to the Stancell Corral. Continue north for approximately 0.9 of a mile. Turn left and go approximately 0.3 of a mile to the Doris Federal #1. From the cattle guard just east of the Doris Federal #1 turn northeast on existing ranch road and go approx. 0.3 of a mile. The new access road will start here going northwest.

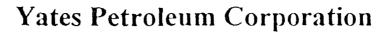
PLANNED ACCESS ROAD:

- A. The proposed new access will be approximately .100' in length from the point of origin to the southeast corner of the drilling pad. The road will lie in a(n) southeast/northwest direction.
- B. The new road will be 14 feet in width (driving surface) and will be adequately drained to control runoff and soil erosion.
- C. The new road will be bladed with drainage on one side. Traffic turnouts may be built.
- D. The route of the road is visible.
- E. Existing roads will be maintained in the same or better condition.

3. LOCATION OF EXISTING WELL:

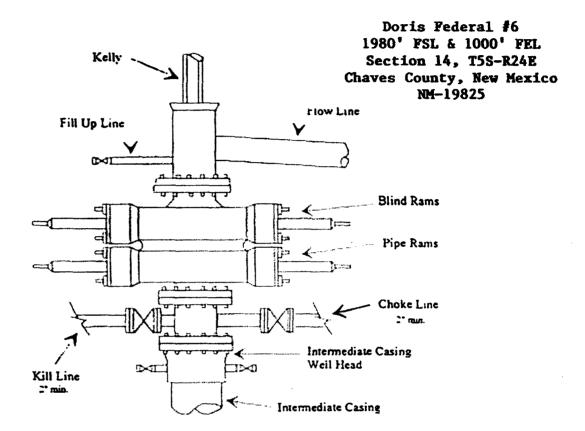
- A. There is drilling activity within a one-mile radius of the wellsite.
- B. Exhibit D shows existing wells within a one-mile radius of the proposed wellsite.





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

Y



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

