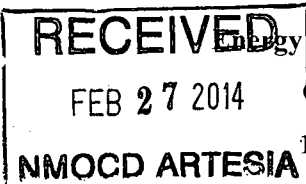


District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico

Form C-101
Revised July 18, 2013



Minerals and Natural Resources

Oil Conservation Division

1220 South St. Francis Dr.

Santa Fe, NM 87505

☐ AMENDED REPORT

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

¹ Operator Name and Address Yates Petroleum Corporation 105 South Fourth Street Artesia, NM 88210		² OGRID Number 025575
⁴ Property Code 34689	³ Property Name NDDUP Unit (Amole AMM State Com #3)	⁵ API Number 30-015-28552
		⁶ Well No. 42

⁷ Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County
N	16	19S	25E		660	South	1980	West	Eddy

⁸ Proposed Bottom Hole Location

UL - Lot	Section	Township	Range	Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County

⁹ Pool Information

Pool Name N. Seven Rivers; Glorieta-Yeso	Pool Code 97565
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Additional Well Information

¹¹ Work Type P	¹² Well Type O	¹³ Cable/Rotary NA	¹⁴ Lease Type S	¹⁵ Ground Level Elevation 3,500' GR
¹⁶ Multiple N	¹⁷ Proposed Depth NA	¹⁸ Formation Glorieta-Yeso	¹⁹ Contractor NA	²⁰ Spud Date NA
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
Refer to Original Completion						

Casing/Cement Program: Additional Comments

Refer to page 2

²² Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Manual BOP	3000 psi	3000 psi	Whichever company is available

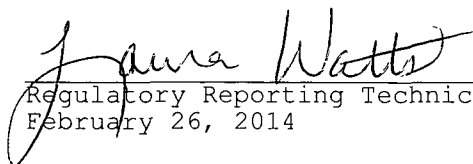
²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that I have complied with 19.15.14.9 (A) NMAC ☐ and/or 19.15.14.9 (B) NMAC ☐ , if applicable. Signature: <i>Laura Watts</i>		OIL CONSERVATION DIVISION Approved By: <i>T. C. Shepard</i> Title: "Geologist" Approved Date: <i>2-27-2014</i> Expiration Date: <i>2-27-2016</i>	
Printed name: Laura Watts Title: Regulatory Reporting Technician E-mail Address: laura@yatespetroleum.com		Conditions of Approval Attached	
Date: February 26, 2014 Phone: 575-748-4272			

Proposal to Plugback:

Yates Petroleum Corporation plans to plugback and recompleete this well as follows:

1. MIRU WSU and all safety equipment necessary. NU BOP. POOH with production equipment.
2. Run a gauge ring and junk basket to 7,660'. Set a CIBP at 7,654' and cap it with 25 sx of class "H" cement, this will place a plug over the open Canyon perforations.
3. Load the hole with plugging mud then spot a 100 sx class "C" plug from 5,702' - 6,279'. Reverse circulate to clean out tubing. This will leave a plug across the Wolfcamp top and the stage tool. WOC, tag and reset if necessary. Set a 25 sx class "C" plug from 3,574' - 3,714' across the Bone Spring top. WOC and pressure test the casing to 3000 psi.
4. Perforate Yeso at 2,345' - 2,456' (71 holes).
5. Pump a fracture treatment (treating schedule attached) down the 7" casing limiting the surface treating pressure to 3000 psig. Set a pop off valve at 3500 psi. Over flush the bottom perforations by 600 bbls.
6. Flow the well back and allow the well to clean up. TIH with a bit to wash sand down to the PBTD. POOH.
7. TIH with 7' TAC and 2.875" tubing. Swab the well until it cleans up, then turn the well over to the production department. Note: Well name will change after well has been recompleted.

Schematics attached


Regulatory Reporting Technician
February 26, 2014

Treating Schedule

Sta. #	Fluid	Stg. Type	Cln. Vol. (gals)	Rate (bpm)	Proppant	Conc. (lb/gal)	Stage Prop. (lbs)	Cum. Prop. (lbs)
1	Slick Water	Prepad	100	20		0.0	0	0
2	20% HCL	Acid	4,000	50		0.0	0	0
3	Slick Water	Prepad	2,000	100		0.0	0	0
4	Slick Water	Pad	56,000	100		0.0	0	0
5	Slick Water	Slurry	4,500	100	100 Mesh	0.2	900	900
6	Slick Water	Sweep	4,500	100		0.0	0	900
7	Slick Water	Slurry	4,500	100	100 Mesh	0.3	1,350	2,250
8	Slick Water	Sweep	4,500	100		0.0	0	2,250
9	Slick Water	Slurry	4,500	100	100 Mesh	0.4	1,800	4,050
10	Slick Water	Sweep	4,500	100		0.0	0	4,050
11	Slick Water	Slurry	4,500	100	100 Mesh	0.5	2,250	6,300
12	Slick Water	Sweep	4,500	100		0.0	0	6,300
13	Slick Water	Slurry	4,500	100	100 Mesh	0.6	2,700	9,000
14	Slick Water	Sweep	4,500	100		0.0	0	9,000
15	Slick Water	Slurry	4,500	100	100 Mesh	0.7	3,150	12,150
16	Slick Water	Sweep	4,500	100		0.0	0	12,150
17	Slick Water	Slurry	4,500	100	100 Mesh	0.8	3,600	15,750
18	Slick Water	Sweep	4,500	100		0.0	0	15,750
19	Slick Water	Slurry	4,500	100	100 Mesh	0.9	4,050	19,800
20	Slick Water	Sweep	4,500	100		0.0	0	19,800
21	Slick Water	Slurry	4,500	100	100 Mesh	1.0	4,500	24,300
22	Slick Water	Pad	10,700	100		0.0	0	24,300
23	Slick Water	Slurry	20,000	100	40/70 Brady	0.2	4,000	28,300
24	Slick Water	Sweep	6,000	100		0.0	0	28,300
25	Slick Water	Slurry	20,000	100	40/70 Brady	0.3	6,000	34,300
26	Slick Water	Sweep	6,000	100		0.0	0	34,300
27	Slick Water	Slurry	20,000	100	40/70 Brady	0.4	8,000	42,300
28	Slick Water	Sweep	6,000	100		0.0	0	42,300
29	Slick Water	Slurry	20,000	100	40/70 Brady	0.5	10,000	52,300
30	Slick Water	Sweep	6,000	100		0.0	0	52,300
31	Slick Water	Slurry	20,000	100	40/70 Brady	0.6	12,000	64,300
32	Slick Water	Sweep	6,000	100		0.0	0	64,300
33	Slick Water	Slurry	20,000	100	40/70 Brady	0.7	14,000	78,300
34	Slick Water	Sweep	6,000	100		0.0	0	78,300
35	Slick Water	Slurry	20,000	100	40/70 Brady	0.8	16,000	94,300
36	Slick Water	Sweep	6,000	100		0.0	0	94,300
37	Slick Water	Slurry	23,000	100	40/70 Brady	0.9	20,700	115,000
38	Slick Water	Sweep	6,000	100		0.0	0	115,000
39	Slick Water	Slurry	24,000	100	40/70 Brady	1.0	24,000	139,000
40	Slick Water	Pad	17,000	100		0.0	0	139,000
41	Slick Water	Slurry	17,000	100	16/30 Brady	1.0	17,000	156,000
42	Slick Water	Slurry	24,000	100	16/30 Brady	2.0	48,000	204,000
43	Slick Water	Slurry	32,000	100	16/30 Brady	3.0	96,000	300,000
44	Slick Water	Flush	30,000	100		0.0	0	300,000
	Totals						300,000	

Estimated Surface Treating Pressure = 2,223 psig.
Maximum Surface Treating Pressure = 3,500 psig.

WELL NAME: NDDUP # 42 FIELD: Dagger Draw
 LOCATION: 660' FSL & 1,980' FWL of Section 16-19S-25E Eddy Co., NM
 GL: 3,500' ZERO: _____ KB: _____
 SPUD DATE: 12/10/95 COMPLETION DATE: 07/07/93
 COMMENTS: API No.: 30-015-28552
(Formerly Amole AMM St Com # 3)

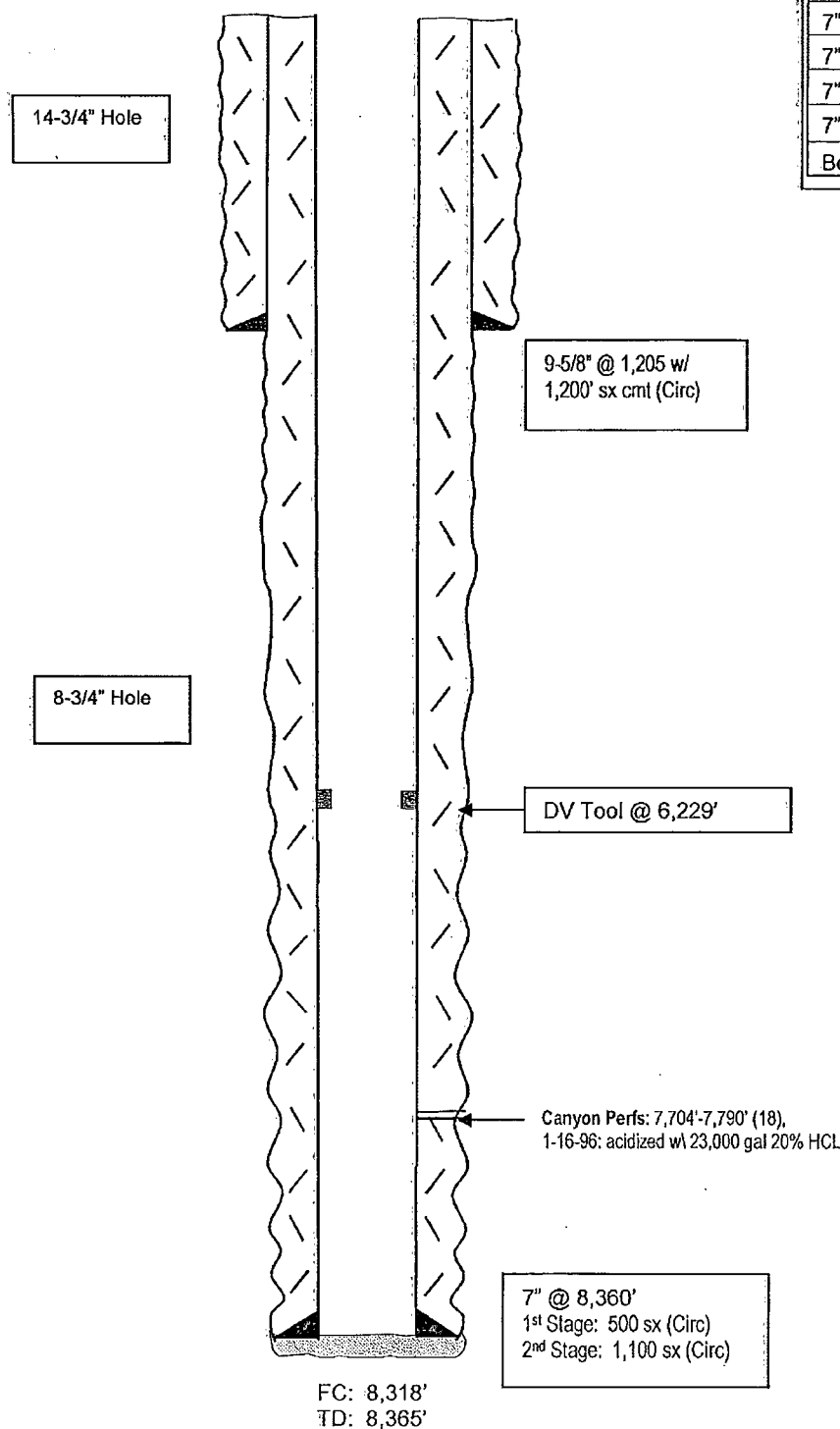
CASING PROGRAM

9-5/8" 36# J-55		1,205'
Surface		
7" 26# N-80	186.24'	
7" 26# J-55	1083.61'	
7" 23# J-55	3686.20'	
7" 26# J-55	2649.06'	
7" 26# N-80	755.46'	8,360'
Bottom		

Before

TOPS

SA 759'
 Glorieta 2,285'
 BS 3,664'
 WC 5,802'
 Canyon 7,701'



Not to Scale
 9/18/13
 JMH

WELL NAME: NDDUP # 42

FIELD: Dagger Draw

LOCATION: 660' FSL & 1,980' FWL of Section 16-19S-25E Eddy Co., NM

GL: 3,500'

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Bottom		

After

TOPS

SA	759'
Glorieta	2,285'
BS	3,664'
WC	5,802'
Canyon	7,701'

14-3/4" Hole

9-5/8" @ 1,205 w/
1,200' sx cmt (Circ)Yeso Perfs: 2,345'-2,352' (8), 2,356'-2,358' (3),
2,362'-2,366' (5), 2,372'-2,387' (16),
2,395'-2,410' (16), 2,418'-2,425' (8),
2,442'-2,456' (15)

25 sx class C plug 3,574' - 3,714' across BS Top

8-3/4" Hole

100 sx class C plug 5,702' - 6,279' across WC Top & DV Tool

DV Tool @ 6,229'

CIBP @ 7,654' & 25 sx class H plug 7,524' - 7,654' over Canyon Perfs

Canyon Perfs: 7,704'-7,790' (18),
1-16-96: acidized w/ 23,000 gal 20% HCL7" @ 8,360'
1st Stage: 500 sx (Circ)
2nd Stage: 1,100 sx (Circ)FC: 8,318'
TD: 8,365'

Not to Scale

9/18/13
JMH