2040 South Pacheco, Santa Fe, NM 87505

	State of	New Mexico
Energy	Minerals	and Natural Resou

Form C-101 Revised March 17, 1999

Oil Conservation Division 2040 South Pacheco Santa Fe, SM 87505 2003

Submit to appropriate District Office State Lease - 6 Copies Fee Lease - 5 Copies

4 DD-	·				67	RECEIV	ED 12	☐ AME	NDED REPORT
APPL	ICATIO	ON FOI	R PERMIT 1	O DRILL,	RE-ENTE	R, DEPPER,	PLUGBAC	K. OR ADD	A ZONE
		UNIT P.O.	Operator Name and PETROLEUM BOX 70250	COMPANY 0	(KELLY)	· • .	117597	OGRID Number O API Number	
Propert	y Code 444	,		YATES STA	Property Name		- 30- 01.	S - <u>3280</u> Well	
⁷ Surface Location									
UL or lot no.	Section	Township	Range	Lot ldn	Feet from the	North/South line	Feet from the	East/West line	Courty
<u>M</u>	10	21S	27E		1310'	SOUTH	1310'	EAST	EDDY
			⁸ Proposed B	ottom Hole	Loc				
UL or lot no.	Section	Township	Range	Lot Idn		TFY OCD S WITNESS 8			Солту
Proposed Pool 1 BURTON FLAT-MORROW (73280)						9	5/8		

" Work Type Code N	Well Type Code G	ROTARY	Lease Type Code	3268 Ground Level Elevation
Multiple	Proposed Depth	18 Formation	19 Contractor	Spud Date
NO	11,500'	MORROW	UNKNOWN	WHEN APPROVED

²¹ Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC	
25"	20"	NA	40'	Redi-mix.	SURFACE	
17½"	13 3/8"	48	600'	600 Sx	SURFACE	
124"	9 5/8"	36	3000'	1200 Sx.	SURFACE	
8 3/4"	5½''	17 & 20	11,500	1450 Sx.	4000' FS.	

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.

- 1. Drill 25" hole to 40'. Set 40' of 20" conductor pipe and cement to surface with Redi-mix.
- 2. Drill $17\frac{1}{2}$ " hole to 600'. Run and set 600' of 13 3/8" 48# H-40 ST&C casing. Cement with 600 Sx. of Class "C" cement + 2% CaCl, + ½# Flocele/Sx. circulate cement to surface.
- 3. Drill $12\frac{1}{4}$ " hole to 3000'. Run and set 3000' of 9 5/8" 36# J-55 ST&C casing. Cement with 850 Sx. of Class "C" Light Weight cement + additives, tail in with 350 Sx. of Class "C" cement + 2% CaCl, + 1/4# Flocele/Sx. circulate cement.
- 4. Drill 8 3/4" hole to 11,500'. Run and set $5\frac{1}{2}$ " casing as follows: 2500' of $5\frac{1}{2}$ " 20# N-80 LT&C, 7500' of $5\frac{1}{2}$ " 17# N-80 LT&C, 1500' of $5\frac{1}{2}$ " 20# N-80 LT&C. Cement with 950 Sx. of Class "H" Light Weight cement + additives, tail in with 500 Sx. of Class "H" PREMIUM Plus cement + additives. Estimate top of cement 4000' from surface.

	n given above is true and complete to the best	OIL CONSERVATION DIVISION				
my knowledge and belief. Signature:	Janica	Approved by: Sear W. Gum				
Printed name: Joe T. Jan	ica	Tide: Qitait Susuman				
Title: Agent		Approval Date: MAN 2.1 7 Expiration Date: 2.1 7				
Date: 05/14/03	Phone: 505-391-8503	Conditions of Approval:				

DISTRICT I 1625 N. French Dr., Hobbs, NM 66240

DISTRICT IV

DISTRICT II 811 South First, Artesia, NM 88210 State of New Mexico

Form C-102 Revised March 17, 1999

Energy, Minerals and Natural Resources Department

Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

2040 South Pacheco, Santa Fe, NM 87505

OIL CONSERVATION DIVISION

2040 South Pacheco

Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Nam	e
	73280	BURTON FLAT-MORROW	
Property Code		Well Number	
	Y,	2	
OGRID No.		Operator Name	Elevation
115970	UNIT PET	3268'	

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
М	10	21 S	27 E		1310	SOUTH	1310	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 o	r Infill Co	nsolidation	Code Or	der No.	<u> </u>			

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

	OPERATOR CERTIFICATION
	I hereby certify the the information
}	contained herein is true and complete to the best of my knowledge and belief.
	Signature Janica
	Joe T. Janica
	Printed Name
	Agent
	05/14/03
	Date
	SURVEYOR CERTIFICATION
LAT - N32"29'27.5"	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 supervison and that the same is true and correct to the best of my belief.
LONG - W104*10'55.6"	EEDBUARY OA GOOZ
3262.7' 3259.9'	FEBRUARY 24, 2003 Date Surveyed
1310'	Signature & Seal of Professional Surreyor
3272.9 - 3266.0'	The state of the s
	10.01 No. 3042A
	Certificate No. Gary L. Jones 7977
	BASIN SURVEYS

SECTION 10, TOWNSHIP 21 SOUTH, RANGE 27 EAST, N.M.P.M., EDDY COUNTY. NEW MEXICO. YATES ST. 3262.7 400' 3259.9' 150' NORTH OFF SET 🗆 3266.6 UNIT PETROLEUM COMPANY YATES STATE #2 ELEV. - 3268' 0 150' WEST OFF SET 150' EAST OFF SET LAT=N 32"29'27.5" LONG=W 104°29'57.5" 3266.8 3264.0 150' SOUTH OFF SET *3271.5*′ □ 3272.9 400' *3266.0*° 100 100 200 FEET EFFF DIRECTIONS TO LOCATION: SCALE: 1" = 100' FROM THE JUNCTION OF CO. RD. 206 AND CO. RD. 600, GO EASTERLY ON CO. RD. 600 FOR 2.2 MILES TO A 4-WAY INTERSECTION AND CONTINUE STRAIGHT UNIT PETROLEUM COMPANY GOING EAST/NORTHEAST FOR APPROX. O.1 MILE TO A REF: YATES STATE No. 2 Well Pad Topo LEASE ROAD: THENCE SOUTHEAST ON LEASE FOR APPROX. 0.5 MILE TO THE YATES STATE #1 LOCATION AND PROPOSED LEASE ROAD. THE YATES STATE No. 2 LOCATED 1310' FROM THE SOUTH LINE AND 1310' FROM THE WEST LINE OF SECTION 10, TOWNSHIP 21 SOUTH, RANGE 27 EAST, BASIN SURVEYS P.O. BOX 1786 - HOBBS, NEW MEXICO N.M.P.M., EDDY COUNTY, NEW MEXICO. W.O. Number: 3042 Drawn By:

Date: 02-26-2003

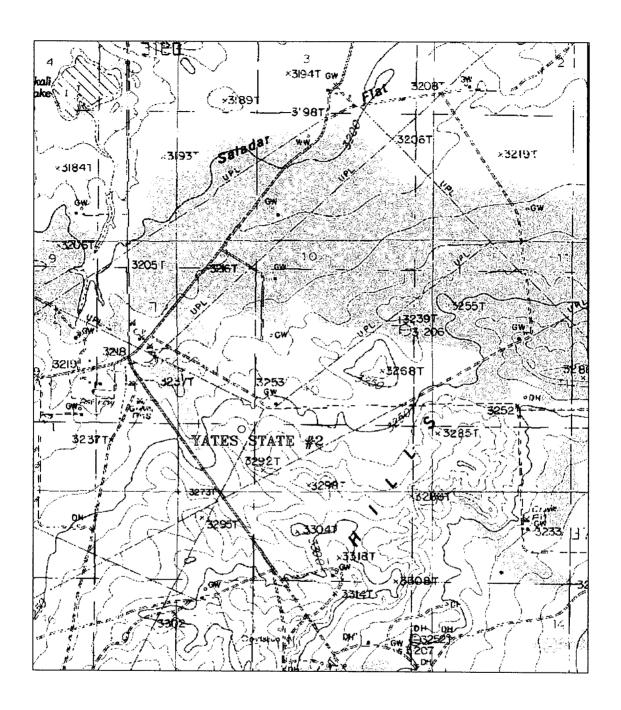
Disk: KJG #7

3042A.DWG

Survey Date: 02-24-2003

Sheet

Sheets



YATES STATE #2 Located at 1310' FSL and 1310' FWL Section 10, Township 21 South, Range 27 East, N.M.P.M., Eddy County, New Mexico.



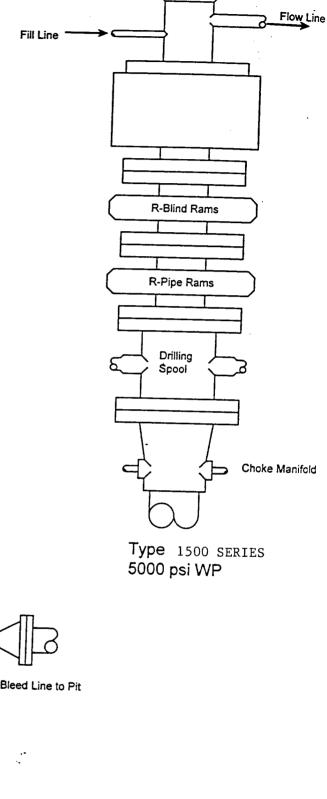
P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (505) 393-7316 — Office (505) 392-3074 — Fax basinsurveys.com

W.O. Number: 3042AA - KJG #7	r
Survey Date: 02-24-2003	
Scale: 1" = 2000'	
Date: 02-26-2003	1

UNIT
PETROLEUM
COMPANY

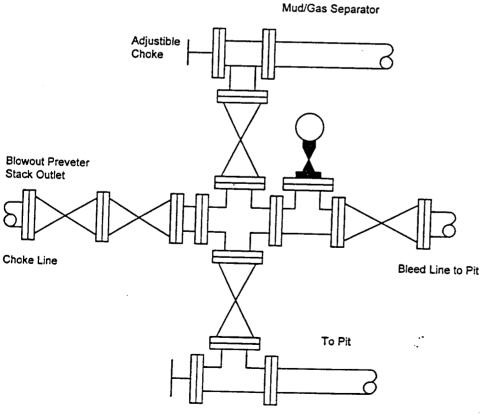
BLOWOUT PREVENTER SYSTEM

5000 PSI



Choke Manifold Assembly for 5M WP System

To Pit and/or



Adjustible Choke

Yates State #2

Morrow Completion

11,500°TD

Section 10-21S-27E

Eddy County, New Mexico

320 acre unit 3/2

Proposed Casing Program

13 3/8" Surface			17 1/2" Hole Si	7 12		
Dopth	Wt.	Grade	Ł	<u> 20</u>	<u>Pb</u>	Tensile
0-600	48#	II-40	STC	770 psi	1730 psi	322,000#
	SF (Po)	SF (Pb)	SF (Ten)		1700 pag	OFF, VOOR
0-600'	2.46	5.7	11			
9 5/8" Intermediate			12 1/4" Hole Siz			
Depth	WŁ	Grade	T	<u>Po</u>	TOL.	T
0-3000	36#	I-55	STC	2020 ps i	<u>Ph</u> 3520 psi	Iensile
	SF (Pc)	SF (Pb)	SF (Ten)	2020 bar	2270 bas	394,000#
0-3000	1.29	2.34	3.64			
5 1/2" Production			8 3/4" Hole Size		11#MW	
Depth	WL.	Grado	<u>Jt.</u>	Po	Ph	Tanaila
0-1500	20#	N-80	LTC	8830	9190	<u>Tensile</u> 428
1500'-9000'	17#	N-80	LTC	6280	7740	348
9000'-11,500'	20#	N-30	LTC	8830	9190	428
	SF (Pc)	SF (Pb)	SF (Ten)			740
0-1500	10	1.87	2.06			
1500'-9000'	1.22	1.58	1.96			
9000'-11,500'	1.34	1.87	8. <i>5</i> 6			

Proposed Cement Program

13 3/8" Surface

Coment to surface with Class "C" + additives.

Wait on cement 12 hours prior to drill out.

9 5/8" Intermediate

Centent to surface with Class *C" + additives. West on cement 12 hours prior to drill out.

5 1/2" Production

Coment with Class "H" + additives

Proposed Mud System

<u>Dopth</u>	Type	W.	<u>Vis.</u>	WL.
0-600'	Fresh Water	8. 6-9 .0	36-40	NC
600:-3000;	Frish Woter	8.4-8.6	28-32	NC
3000'-8800'	Cut Brine	8.4-9.2	28-32	25
8800'-11,500	Cut Brine	9.2-9.6	32-36	6-10

Formation Tops

Delaware	2900'
Bone Spring	5100
Wolfcarop	9000'
Sunwa	10,100
Atoka	10,350
Morrow	11 000

Logging Program

GR/Dual Laterolog, MSFL, GR/Comp. Neutron-Dousity

TD - 8500 TD - surface

Mud logger on @ ???

No DSTs or cores are anticipated.

Abnormal Conditions, Pressures, Temperatures

Anticipated bottom hole temperature is 175 dag. F. Depletion in the Morrow and Strawn is likely. Yates State #1 has produced 9.3 bof in the Morrow and 3.7 bof in the Strawn. Additional Morrow Sands may have higher pressures.