

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

CONSERVATION DIVISION
P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

RECEIVED

MAY - 3 1982

O. C. D.

ARTESIA, OFFICE

30-005-61576

Form C-101
Revised 10-1-78

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OPERATOR	1

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

Type of Work

DRILL ☒

DEEPEN ☐

PLUG BACK ☐

Type of Well

OIL WELL ☐

GAS WELL ☒

OTHER

SINGLE ZONE ☐

MULTIPLE ZONE ☐

Name of Operator

Yates Petroleum Corporation

Address of Operator

207 S. 4th, Artesia, New Mexico 88210

Location of Well

UNIT LETTER E

LOCATED 1980

FEET FROM THE

North

LINE

660

FEET FROM THE

West

LINE OF SEC. 6

TWP. 7S

RGE. 26E

N.M.P.M.

17. County

Chaves

19. Proposed Depth

4275'

19A. Formation

Abo

20. Rotary or C.T.

Rotary

Elevations (Show whether DF, KT, etc.)

3659.2' GL

21A. Kind & Status Plug. Bond

Blanket

21B. Drilling Contractor

L&M #2

22. Approx. Date Work will start

ASAP

PROPOSED CASING AND CEMENT PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	SACKS OF CEMENT	EST. TOP
14 3/4"	10 3/4"	40.5# J-55	925'	850 sx	circulated
7 7/8"	4 1/2"	9.5#	TD	350 sx	

We propose to drill and test the Abo and intermediate formations. Approximately 925' of surface casing will be set and cement circulated to shut off gravel and caving. If needed (lost circulation) 8 5/8" intermediate casing will be run to 1500' and cemented with enough cement calculated to tie back into the surface casing. If commercial, production casing will be run and cemented with adequate cover, perforated and stimulated as needed for production.

MUD PROGRAM: FW gel and LCM to 925', Brine to 3500', Brine & KCL water to TD.

BOP PROGRAM: BOP's will be installed at the offset and tested daily.

GAS NOT DEDICATED.

APPROVAL VALID FOR 180 DAYS
PERMIT EXPIRES 7-1-82
UNLESS DRILLING UNDERWAY

ABOVE SPACE DESCRIBE PROPOSED PROGRAM: IF PROPOSAL IS TO DEEPEN OR PLUG BACK, GIVE DATA ON UNREPRODUCIBLE ZONE AND PROPOSED NEW PRODUCTION ZONE. GIVE BLOWOUT PREVENTER PROGRAM, IF ANY.

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

By Cy Cowan Title Regulatory Coordinator Date 5/3/82
(This space for State Use)

PROVED BY Mike Walker TITLE OK AND GAS INSPECTOR DATE MAY - 4 1982
CONDITIONS OF APPROVAL, IF ANY:

Notify N.M.O.C.C. in sufficient time to witness cementing

the 10 3/4" casing

/ MEXICO OIL CONSERVATION COMMIS. N
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102
Supersedes C-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

Operator YATES PETROLEUM CORPORATION			Lease Crandall "UD" Com		Well No. 1
Unit Letter E	Section 6	Township 7 South	Range 26 East	County Chaves	
Actual Footage Location of Well: 660 feet from the West line and 1980 feet from the North line					
Ground Level Elev. 3659.2' GL	Producing Formation ABO		Pool Pecos Slope ABO	Dedicated Acreage: 160 Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

☐ Yes ☐ No If answer is "yes," type of consolidation **TO BE COMMUNITIZED**

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.

CERTIFICATION

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

Cy Cowan

Name
Cy Cowan
Position
Regulatory Coordinator
Company
Yates Petroleum Corp.

Date
5/3/82

I hereby certify that the well location shown on this plat was plotted from field notes acquired by me or under my supervision and that the same is true and correct to the best of my knowledge and belief.



Date Surveyed
April 29, 1982

Registered Professional Engineer and/or Land Surveyor

Herschel Jones

Certificate No.
3640

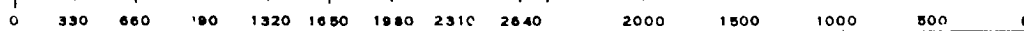
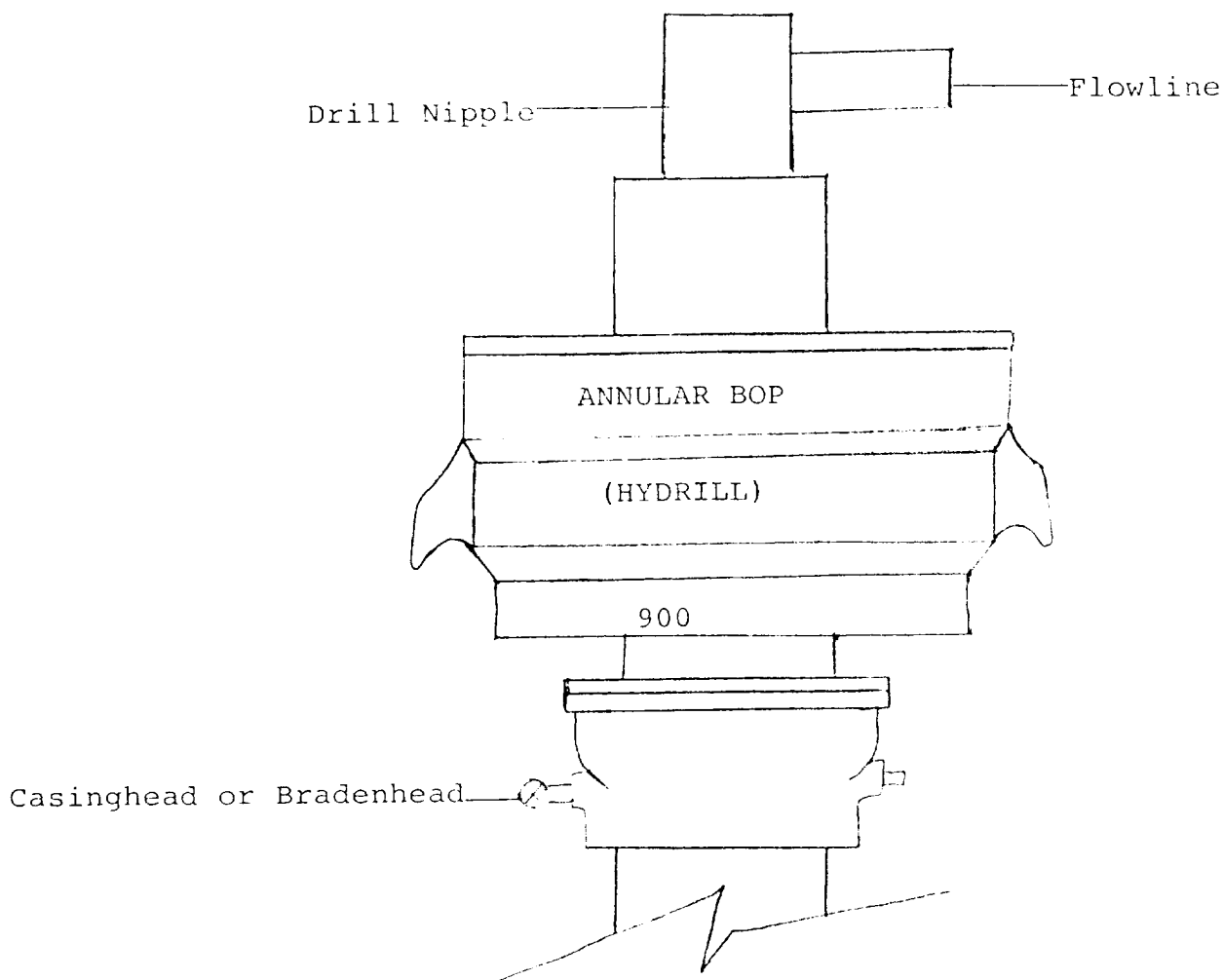


Exhibit B



THE FOLLOWING CONSTITUTE MINIMUM BLOWOUT PREVENTER REQUIREMENTS

1. All preventers to be hydraulically operated with secondary manual controls installed prior to drilling out from under casing.
2. All connections from operating manifolds to preventers to be all steel. Hole or tube a minimum of one inch in diameter.
3. The available closing pressure shall be at least 15% in excess of that required with sufficient volume to operate the BOP's.
4. All connections to and from preventer to have a pressure rating equivalent to that of the BOP's.
5. Hole must be kept filled on trips below intermediate casing. Operator not responsible for blowouts resulting from not keeping hole full.