SUBMIT IN TR'

(Other instruct....s on reverse side)

Form approved. Budget Bureau No	. 42-R1425
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DEPARTMENT OF THE INTERIOR					5. LEASE DESIGNATION AND SERIAL NO.		
GEOLOGICAL SURVEY					NM - 2357		
APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK						6. IF INDIAN, ALLOTTEE OR TRIBE NAME	
DRILL IN DEEPEN DEEPEN PLUG BACK					7. UNIT AGREEMENT NAME		
D. TYPE OF WELL OIL GAS WELL X WE			SINGLE ZONE	MULTI ZONE	PLE	8. FARM OR LEASE NA	
2. NAME OF OPERATOR					Federal "HJ"		
Yates Pet	roleum Corpora	tion ^V				9. WELL NO.	
3. ADDRESS OF OPERATOR					10		
207 S. 4th Street, Artesia, New Mexico 88210						10. FIELD AND POOL, OR WILDCAT	
4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*)					Linda (SA)		
At surface					11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA		
At proposed prod. zone 990' FNL and 990' FEL					Sec. 31-T6s-R26e		
14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE®					12. COUNTY OR PARISI	I 13. STATE	
32 miles NE of Roswell, New Mexico					Chaves	NM	
15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig. unit line, if any)			1140			OF ACRES ASSIGNED THIS WELL (4) ARY OR CABLE TOOLS	
18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.						Rotary	
21. ELEVATIONS (Show whe	ther DF, RT, GR, etc.)					22. APPROX. DATE W	ORK WILL START*
	665 GL 3667.3	68					
23.		ROPOSED CASI	NG AND CEMEN	TING PROGI	RAM		
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER F	OOT SETT	ING DEPTH		QUANTITY OF CEMI	ENT
14 3/4"	10 3/4"	40.5 J-5	5	150'	200) sx circulated	
6 1/4"	4 1/2"	9.5	TD 1	150'	200	0 sx circulated	
Plan to dril	l and test the	San Andres	formation.	. Will s	set cond	ductor pipe at	

surface and 150' of 10 3/4" casing. Then will go to TD and 4 1/2", perforate and stimulate as needed for production.

MUD PROGRAM: FW Gel to 150', fresh water to TD.

BOP's will be installed at 10 3/4" casing and tested. BOP PROGRAM:

OIL & GAS U.S. GEOLOGICAL SURVEY ROSWELL, NEW MEXICO

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any. TITLE Regulatory Coordinator (This space f (Orig. Sed.) GEORGE H. STEWART APPROVAL DATE ... PERMIT NO. 406261982 APPROVED BY CONDITIONS OF APPROVAL, IF ANY : JAMES A. GILLHAM DISTRICT SUPERVISOR