| STATE OF                                     | NEW MEXICO                            |                 |   |                   |                     | -             |  |
|--|---------------------------------------|-----------------|---|-------------------|---------------------|---------------|--|
| ENERGY AND MINI                              | ERALS DEPARTME                        |                 | IL CONSERVAT                            |                   | S J                 | 30-01         | 5-62627  |
|  |                                       |                 | Р. О. ВОХ                               |                   | J. 1                | Revised 10    |  |
| DISTRIBU                                     | TION                                  |                 |   |                   | Acces               |               |  |
| SANTA FE                                     |                                       |                 | SANTA FE, NEW                           | MEXICO 875        | GORECEIVED          |               | e Type of Loase                                  |
| FILE   |                                       |                 |   |                   |                     | JTATE         |  |
| U.S.G.S.                                     |                                       |                 |   |                   |                     | .5. State OII | & Gas Loano No.                                  |
| LAND OFFICE                                  | ε                                     |                 | ,                                       |                   | JUN 28 '88          | LG-           | -5246  |
| OPERATOR                                     | /                                     |                 |   |                   |                     | mm            | MUMM   |
| AF   | PLICATION FO                          | R PERMIT        | TO DRILL, DEEPEN                        | I, OR PLUG B.     | ACKCD               | //////        |  |
| 10. Type of Work                             |                                       |                 |   |                   |                     | 7. Unit Agr   | eement Name                                      |
|  | DRILL X                               |                 | DEEPEN                                  |                   | ARTESIA, OFFICE     | -             |  |
| b. Type of Well                              |                                       |                 | DEEPEN                                  |                   | PLUG BACK           | 8. Farm or 1  | And Mana   |
|  | GAS WELL                              | OTHER           |   | SINGLE            | MULTIPLE            |               |  |
| 2. Name of Operator                          |                                       | OTHER           | ·····                                   | ZONE L            | ZONE                |               | inder AFT State                                  |
| Yates Petr                                   | oleum Corpor                          | ation           |   |                   |                     | 9. Well No.   | •  |
| 3. Address of Opera                          | itor                                  |                 |   |                   |                     | in            | 2  |
| 1  |                                       |                 |   |                   | (X)                 | Jor Hard an   | nd Pool, or Wildcat                              |
| 4. Location of Well                          |                                       |                 | sia, NM 88210                           | *******           |                     | Diablo        | San Andres                                       |
| 4. Location of well                          | UNIT LETTER                           | <u>G</u>        | LOCATED2310                             | FLET FROM THE     | North LINE          | MUU           | MINIMIN (  |
|  |                                       |                 |   | -                 | *INC                | ///////       | ///////////////////////////////////////          |
| and 1650                                     | FEET FROM THE                         | East            | LINE OF SEC. 21                         | TWP. 105          | RGE. 27E NMPM       | .//////       |  |
| $\chi(M))))))))))))))))))))))))))))))))))))$ | 111.111111                            | IIIII           | MUMMUM                                  | mmm               | TTTTTTTTTTT         | 12. County    | <del>,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,</del> |
|  |                                       |                 |   |                   |                     | •             |  |
| inninnik                                     | <i>1111111111</i>                     | <i>:///////</i> | ******                                  | ******            | <i>¥+++++++++++</i> | Chaves        | HHHHH  |
|  |                                       | ///////         |   | /////////         |                     | ())))))       | 41111111111111                                   |
| HHHHH  | +++++++++                             | ++++++++        | +++++++++++++++++++++++++++++++++++++++ | 19. Proposed De   | pth 19A. Formation  | 771777        | MININI   |
| XIIIIIIIIX                                   |                                       | ///////         |   | é                 |                     |               | 20. Rotary or C.T.                               |
| L. Elevations (Show                          | whether UF KT et                      |                 | and & Status Plug, Bond                 | 2100'             | San And             |               | Rotary & CT                                      |
| f  |                                       |                 |   | 21B. Drilling Co. | ntractor            | 22. Approx    | . Date Work will start                           |
|  | 3838.5' GR Blanket                    |                 | Undesignated                            |                   | ASAP                |               |  |
| 23.  |                                       |                 | PROPOSED CASING AI                      | D CENENT PPO      | CD 1.12             |               |  |
|  | · · · · · · · · · · · · · · · · · · · |                 |   | U CEMENI PRU      | GRAM                |               |  |
| SIZE OF H                                    |                                       | OF CASIN        |   |                   |                     |               |  |

|         | SIZE OF CASING | WEIGHT PER FOOT | SETTING DEPTH | SACKS OF CEMENT | EST. TOP  |
|---------|----------------|-----------------|---------------|-----------------|-----------|
| 12-1/4" | 8-5/8"         | <u>24# J−55</u> | Approx. 600'  | 300 sacks       | Circulate |
| 7-7/8"  | 5-1/2"         | <u>14# J-55</u> | TD            | 300 sacks       |           |
|         |                |                 |               |                 | · · · ·   |
|         |                | 1               |               |                 |           |

We propose to drill and test the San Andres formation. Approximately 600' of surface casing will be set and cement circulated. If commercial, production casing will be run and cemented with adequate cover, perforated and stimulated as needed for production. Plans are to drill to approximately 1950' with rotary rig using air and then drill to total depth using a cable tool.

Mud: Drill to 1950' using air; TD with cable tool rig.

POST 1D-1 NL & APT-7-1-FB VAD FOR 180 DAYS 12/29/88

| ned Ulifta K. May Tule Permit Agent                               | Dote | June | 28. | 1988 |
|---|------|------|-----|------|
|   |      |      | ,   | 1700 |
| (This space for State Use)<br>Original Signed By<br>Mike Williams |      | JUN  | 9 0 | 1088 |

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| •   |   |   | EXICO OIL CO<br>ICATION AND  |  |                                |  | Form C-102<br>Supersedes C-128<br>F Effective 1-1-65   |
|---|---|---|--|--|--------------------------------|--|--|
|   |   | All dista   | nces must be from  | the outer bounda   | ries of the Secti              | pn.  |  |
| perator   |   |   | Lec  |  |                                |  | Well No.   |
| YALES I   | PETROLEUI<br>I Section                            | 1 CORPORAT  | IUN  | PATHFI<br>Bonge  |                                | T" STATE   | 2  |
| G   | 21  | ··· 10  | ) South  | Ponge<br>27 Ea   | st                             | Chaves   |  |
| 2310  | feet from the                                     | North   | line and   | 650  | feet from the                  | East   | line   |
| ound Level Elev<br>3838.5                                   |   | N ANJRES  |  |  | SAN AND                        |  | edicated Acreage;  |
| 2. If more t  | e acreage d                                       | dicated to the  | subject well   | by colored pe  | ncil or hachu                  | re marks on the  | plat below.<br>reof (both as to working  |
| dated by d<br>TYes<br>If answer<br>this form i<br>No allowa | is "no," list<br>if necessary.)<br>ble will be as | on, unitization,<br>If answer is "<br>the owners an<br>usigned to the w | , force-pooling.<br>yes," type of co<br>d tract descript<br>well until all int | etc?<br>onsolidation _<br>ions which he<br>crests have b | ive actually  <br>een consolid | een consolidate  | ll owners been consoli-<br>ed. (Use reverse side of<br>mitization, unitication<br>pproved by the Commis-                     |
|   |   |   |  | - 2310   |                                | l hereby cer<br>tained herei   | CERTIFICATION<br>tify that the information con-<br>n is true and complete to the<br>nowledge and belief.<br><b>E. R. May</b> |
|   |   |   | ЧРС<br>L <b>G-5246</b>   |  | 50'                            | Clif<br>Position<br>Perr<br>Company<br>Yates Pet<br>Date   | ton R. May<br>nit Agent<br>croleum Corporation<br>e 28, 1988   |
|   |   |   | • ••• -•• ••• •••  |  |                                | shown on th<br>notes of ac<br>under my su<br>is true and<br>knowledge a<br>How of<br>Data Sindayod | NEW SACAR  |
|   |   |   |  | I  |                                | - Certification  | Rent gr  |
|   |   |   |  |  |                                |  |  |





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