

N. M. Oil Cons. Division

Form 3260-3
(July 1992)UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT811 S. 1ST ST.
ARTESIA, NM 87003-2800
SUBMIT IN TRI-STATE*
(Other directions on reverse side)FORM APPROVED
OMB NO. 1004-0136
Expires: February 28, 1995

APPLICATION FOR PERMIT TO DRILL OR DEEPEN

1a. TYPE OF WORK

DRILL ☒DEEPEN ☐

b. TYPE OF WELL

OIL
WELL ☐GAS
WELL ☒OTHER ☐SINGLE
ZONE ☒MULTIPLE
ZONE ☐

2. NAME OF OPERATOR

YATES PETROLEUM CORPORATION

25575

3. ADDRESS AND TELEPHONE NO.

105 South Fourth Street Artesia, New Mexico 88210

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)*

At surface
1980' FNL and 1500' FEL

At proposed prod. zone

Same Unit G

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*

Approximately 31 miles northeast of Roswell, New Mexico

15. DISTANCE FROM PROPOSED*

LOCATION TO NEAREST
PROPERTY OR LEASE LINE, FT.
(Also to nearest drlg. unit line, if any)18. DISTANCE FROM PROPOSED LOCATION*
TO NEAREST WELL, DRILLING, COMPLETED,
OR APPLIED FOR, ON THIS LEASE, FT.

16. NO. OF ACRES IN LEASE

1521.08

19. PROPOSED DEPTH

4200'

17. NO. OF ACRES ASSIGNED
TO THIS WELL

160

20. ROTARY OR CABLE TOOLS

Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)

3709' GR

22. APPROX. DATE WORK WILL START*

Section 22, T7S-R25E

12. COUNTY OR PARISH

Chaves

13. STATE

NM

NM

PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
17 1/4"	13 3/8" J-55	48#	850'	700 sx
12 1/4"	*8 5/8" J-55	24#	1600'	250 sx
7.875"	4 1/2" J-55	10.5#	TD	350 sx

Yates Petroleum Corporation proposes to drill and test the Abo and intermediate formations. Approximately 850' of surface casing will be set and cement circulated to the surface. (*If lost circulation is encountered 8 5/8" casing will be set to approximately 1600'. Hole size will be reduced to 7.875".) If commercial, production casing will be run and cemented with adequate cover, perforated and stimulated as needed for production.

MUD PROGRAM: Spud to 850' with FW Gel/LCM; 850' to 3400' with Cut Brine; 3400' to TD with SW Gel/Starch.

BOPE PROGRAM: BOPE will be installed on the 13 3/8" casing and tested daily for operational

GAS NOT DEDICATED.

Posted ID. 1
NL 9 API
4-25-97

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM. If proposal is to deepen, 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.

24.

SIGNED

TITLE Landman

DATE March 19, 1997

(This space for Federal or State office use)

PERMIT NO.

APPROVAL DATE

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

CONDITIONS OF APPROVAL, IF ANY:

APPROVED BY

TITLE Area Manager

DATE

*See Instructions On Reverse Side

Title 18 U.S.C. Section 1001. makes it a crime for any person knowingly and with will to