DISTRICT

DISTRICT II

DISTRICT III

1625 N. French Dr., Hobbs, NM 88240

811 South First, Artesia, NM 88210

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-101 ed March 17, 1999

structions on back

IDED REPORT

te District Office

Lease - 5 Copies

OIL CONSERVATION DIVISION

PO BOX 2088

Santa Fe, NM 87504-2088

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

2040 South Pacheco, Santa Re, NM 8750:

APPLICATION FOR PERMIT TO DDI

- III I BIGITION I C	RTERIMIT TO DRILL, RE-ENTER, DI	LEFEIN, P.	LUGBACK, UK ADD A ZUNE		
1	Operator Name and Address		² OGRID Number		
	tes Petroleum Corporation		025575		
ł	105 South Fourth Street	³ API Number			
Ar	tesia, New Mexico 88210	30-	005 - 633 06		
Property Code	5 Property Name		⁶ Well No.		
26/98	Wager "AWG" State		4		

Surface Location

	UL or lot no.	Section 34	Township 9S	Range 26E	Lot Idn	Feet from the 660'	North/South Line	Feet from the 660'	East/West Line	County
1		<u> </u>	30	2.7		000		000	West	Chaves

Proposed Bottom Hole Location If Different From Surface

			F		22010 2300	ation if Biller ent From Surface			
UL or lot no.	Section	Township	Ra 1ge	Lot Idn	Feet from the	North/South Line	Feet from the	East/West Line	County
9 Proposed Pool 1						¹⁰ Proposed Pool 2			

りかりes PERMIL Work Type Code Cable/Rotary Lease Type Code Ground Level Elevation Ν R State 3786' Multiple Prope sed Depth Formation Contractor Spud Date N 6095 Ordovician Not Determined **ASAP**

Shr. Proposed Casing and Cement Program Minimum WOC time

Hole Size	Casing Size	Casing weight/feet	Setting Depth	Sacks of Cement	Estimated TOC
12 1/4"	8 5/8"	24#	1100'	750 sx	Surface
7 7/8"	5 1/2"	15.5#	6095'	400 sx	TOC-4000'**
					· · · · · · · · · · · · · · · · · · ·

^{**}Cement to cover all oil, gas and water bearing zones.

Yates Petroleum Corporation proposes to drill and test the Ordovician and intermediate formations. Approximately 1100' of surface casing will be set and cement circulated to shut off gravel and cavings. If commercial, production casing will be run and cemented, will perforate and stimulate as needed for production.

MUD PROGRAM: 0-1100' FWGel/Paper/LCM; 1100-4495' Brine; 4495-6095' Starch/Salt Gel. BOPE PROGRAM: A 2000# BOPE will be installed on the 8 5/8" casing and tested daily.

23 I hereby certify that the information given above is true and complete to the best	OIL CONCEDIA TION DURGON				
my knowledge and belief.	OIL CONSERVATION DIVISION				
Signature: Pat Pere	Approved by: ORIGINAL SMINED BY THE W. GUM.				
Printed name: Pat Perez	Title:				
Title: Regulatory Agent	Approval Date OCT 3 0 2000 Expiration Date: OCT 3 0 2001				
Date: Phon::	Conditions of Approval				
10/24/00 (505) 748-1471	Attached				

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 Describe the blowout prevention program, if any. Use additional sheets if necessary.