

1625 N. French Dr., Hobbs, NM 88240  
District II  
811 South First, Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals & Natural Resources  
Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-104  
Revised July 28, 2000  
Submit to Appropriate District Office  
5 Copies

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

1 Operator name and Address <b>Yates Petroleum Corporation</b> <b>105 South Fourth Street</b> <b>Artesia NM 88210</b>					2 OGRID Number <b>025575</b>				
					3 Reason for Filing Code- Effective Date <b>NW</b>				
4 <b>30-005-63393</b>		5 <del>Undesignated</del> <b>Foor Ranch Pre-Permian</b>			6 Pool Code <b>7673c</b>				
7 Property Code <b>12766</b>		8 Property Name <b>Spear OA Federal</b>			9 Well Number <b>#7</b>				
II. 10 Surface Location									
11 Lot no <b>J</b>	12 Section <b>9</b>	13 Township <b>9S</b>	14 Range <b>26E</b>	15 Lot Idn	16 Feet from the <b>1980</b>	17 North/South Line <b>South</b>	18 Feet from the <b>1980</b>	19 East/West line <b>East</b>	20 County <b>Chaves</b>
11 Bottom Hole Location									
21 Lot no	22 Section	23 Township	24 Range	25 Lot Idn	26 Feet from the	27 North/South line	28 Feet from the	29 East/West line	30 County
31 Use Code <b>F</b>	32 Producing Method Code <b>F</b>		33 Gas Connection Date <b>10/26/01</b>		34 C-129 Permit Number		35 C-129 Effective Date		36 C-129 Expiration Date

III. Oil and Gas Transporters

37 Transporter OGRID	38 Transporter Name & Address	39 POD	40 O.G.	41 POD ULSTR Location and Description
<b>015694</b>	<b>Navajo Refining Company</b> <b>P. O. Drawer 159</b> <b>Artesia, NM 88210</b>	<b>2831222</b>	<b>O</b>	<b>Unit J - Section 9 T9S-R26E</b>
<b>147831</b>	<b>Agave Energy Company</b> <b>105 South 4<sup>th</sup> Street</b> <b>Artesia, NM 88210</b>	<b>2831223</b>	<b>G</b>	<b>Unit J - Section 9 T9S-R26E</b>

IV. Produced Water

42 POD <b>2831224</b>	43 POD ULSTR Location and Description <b>Unit J - Section 9 T9S-R26E</b>
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V. Well Completion Data

44 Spud Date <b>RH - 8/20/01</b> <b>RT - 8/21/01</b>	45 Ready Date <b>9/6/01</b>	46 TD <b>6386'</b>	47 PBTD <b>6344'</b>	48 Perforations <b>5986-6078'</b>	49 DHC, MC
50 Hole Size <b>20"</b>	51 Casing & Tubing Size <b>16"</b>		52 Depth Set <b>40'</b>		53 Sacks Cement <b>cement to surface</b>
<b>12-1/4"</b>	<b>8-5/8"</b>		<b>1123'</b>		<b>850 sxs circ</b>
<b>7-7/8"</b>	<b>5-1/2"</b>		<b>6386'</b>		<b>525 sxs</b>
	<b>2-7/8"</b>		<b>5910'</b>		

VI. Well Test Data

54 Date New Oil <b>10/26/01</b>	55 Gas Delivery Date <b>10/26/01</b>	56 Test Date <b>10/29/01</b>	57 Test Length <b>24 hrs.</b>	58 Tbg. Pressure <b>120#</b>	59 Csg. Pressure <b>Packer</b>
60 Choke Size <b>24/64"</b>	61 Oil <b>0</b>	62 Water <b>0</b>	63 Gas <b>34</b>	64 AOF	65 Test Method <b>Flowing</b>
66 I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature: <i>Susan Herpin</i>			67 OIL CONSERVATION DIVISION Approved by: <b>ORIGINAL SIGNED BY TIM W. GUM</b> <b>DISTRICT II SUPERVISOR</b>		
68 Printed name: <b>Susan Herpin</b>			69 Title: <b>Engineering Technician</b>		
70 Date: <b>January 22, 2002</b>			71 Approval Date: <b>JAN 30 2002</b>		
72 Phone: <b>505-748-1471</b>					