Form 3160-3 (August 1999)

1a. Type of Work

b. Type of Well:

3A. Address

At surface

2. Name of Operator

At proposed prod. Zone

 $\overline{\mathbf{x}}$

105 South Fourth Street

Artesia, New Mexico 88210

Oil Well

Yates Petroleum Corporation

DRILL

X Gas

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OMB No. 1004-0136 Expires November 30, 2000

5. Lease Serial No.

NM-15863

6. If Indian, Allottee or Tribe Name APPLICATION FOR PERMIT TO DRILL OR REENTER

X Single

Zone

REENTER

Other

Not Applicable 7. If Unit or CA Agreement, Name and No.

Not Applicable

8. Lease Name and Well No.

Cottonwood Federal #5

9. API Well No.

10. Field and Pool, or Exploratory 3b. Phone No. (include area code)

> (505) 748-1471 Wildcat Basement

11. Sec., T., R., M., or Blk, and Survey or Area 4. Location of Well (Report location clearly and in accordance with any State requirements.*)

Multiple Zone

1980' FSL and 1980' FEL same as above 14. Distance in miles and direction from nearest town or post office*

Section 26, T6S-R25E

12. County or Parish 13. State

Approximately twenty-eight (28) miles Northeast from Roswell, NM **Chaves County New Mexico** 17. Spacing Unit dedicated to this well Distance from proposed 16. No. of Acres in lease location to nearest property or lease line, ft.
(Also to nearest drig, unit line, if any) 660'

320 320 acres Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 19. Proposed Depth 20. BLM/BIA Bond No. on file

1320' NM-2811 5315' 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 22. Approximate date work will start* 23. Estimated duration

> 3766' GL **ASAP** 30 Days

> > 24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- 1. Well plat certified by a registered surveyor.
- 2. A Drilling Plan.
- 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office.
- Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification.
- Such other site specific information and/or plans as may be required by the authorized office.

Name (Printed/Typed) 12/18/01 Patricia Perez Ph: 505-748-4376

Regulatory Agent

Approved by (Signature)

Name (Printed/Typed)

(ORIG. 36D.) ARMARDO A. LOPEZ

Title Office

ROSWELL FIELD OFFICE

APPROVED FOR 1 YEARS

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, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

^{*(}Instructions on reverse)