RECEIVED BY_ Form 9-331 C NM OIL CONS. COM 310M JCA' Form approved. Budget Bureau No. Drawer DD 882 UNITED STATES Artesia 30-027 - 2**0**03 PARTMENT OF THE INTERIOR O. C. D. 5. LEASE DESIGNATION AND SERIAL NO. **GEOLOGICAL SURVEY** NM-37139 PTESIA OFFICE 6. IF INDIAN, ALLOTTEE OR TRIBE NAME APPLICATION FOR PERMIT TO DRILL, DEEPEN OR PLUG BACK 1a. TYPE OF WORK 7. UNIT AGREEMENT NAME DEEPEN 🗌 DRILL X PLUG BACK b. TYPE OF WELL MULTIPLE WELL GAS WELL SINGLE S. FARM OR LEASE NAME OTHER 2. NAME OF OPERATOR Archuleta "ABD" Federal YATES PETROLEUM CORPORATION 9. WELL NO. 3. ADDRESS OF OPERATOR 207 South 4th Street, Artesia, New Mexico 10. FIELD AND POOL, OR WILDCAT 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) Wildcat-11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA 1980' FSL and 700' FWL W. L At proposed prod. zone same Section 23-T8S-R19E 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE 12. COUNTY OR PARISH | 13. STATE Approximately 43 miles west of Roswell Lincoln N.M. 15. DISTANCE FROM PROPOSED* 16. NO. OF ACRES IN LEASE NO. OF ACRES ASSIGNED LOCATION TO NEAREST PROPERTY OR LEASE LINE, I TO THIS WELL 700**'** 2560 160 (Also to nearest drlg. unit line, if any) 18. DISTANCE FROM PROPOSED LOCATION* 19. PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS TO NEAREST WELL, DRILLING, COM OR APPLIED FOR, ON THIS LEASE, FT. COMPLETED. 3300 Rotary 21. ELEVATIONS (Show whether DF, RT, GR, etc.) 22. APPROX. DATE WORK WILL START* 4908. GL ASAP 23. PROPOSED CASING AND CEMENTING PROGRAM SIZE OF HOLE SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT 17 1/2" 13 3/8" 48# H-40 600' 500 sx circulated 7 7/8" 14# K-55 TD 200 sx We propose to drill and test the Abo and intermediate formations. Approximately 600' of surface casing will be set and cement circulated to shut off gravel and caving. If commercial, production casing will be run and cemented with adequate cover, perforated and stimulated as needed for production. FW gel/LCM to 600', brine to TD. MUD PROGRAM: BOP's will be installed at the offset and tested BOP PROGRAM: GAS NOT DEDICATED. IN ABOVE SPACE DESCRIBE PROFOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive a If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true Give blowout preventer program, if any. 24. Regulatory Agent 11/28/84 SIGNED TITLE (This space for Federal or State office use)

Area Manager

PERMIT NO.

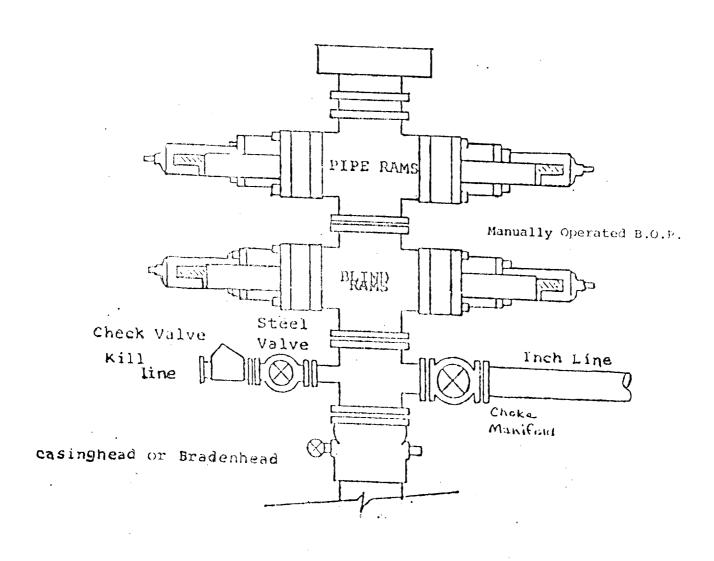
APPROVED BY

CONDITIONS OF APPROVAL, IF ANY:

S/Phil Kirk

All distances must be from the outer boundaries of the Section.									
Operator YATES	T	CORPORATION	Lease Arch	uleta	ABD Fe	ederal	Well No.		
Unit Letter L	Section 23	Township 8 South	Range 19	East	County	Lincoln	1		
Actual Footage Loc 1980		outh line and	700	fee	t from the	West	line		
Ground Level Elev. 4908	Producing Form	nation	Pool Wild]	Dedicated Acreage: 160 Acres		
1. Outline th	e acreage dedica	ted to the subject v			r hachure	marks on the			
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).									
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling.etc?									
Yes No If answer is "yes," type of consolidation									
If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.)									
No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.									
			 				CERTIFICATION		
			<u> </u>			I hereby ce	rtify that the information con-		
	 		i 1			i .	in is true and complete to the knowledge and belief.		
	1		 			Mame	Cohan		
	+		· — – – – -			GLISERIO	PODRIGUEZ		
						REGULA	TORY AGENT		
						Company YATOS 1	PET. CORP.		
			 			1-8-85			
	1 1/00					AN	R. R E D D the well location		
700'	1 YPC	12.0	 			shown on M	plan es plotted from field		
	6 10 10 10 10 10 10 10	139	1				tual surveys made by me or upersistion and that the same		
	1		i			k owner	COFESSIONAL		
\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\	+					P	OFESSIONAL		
086/	†		!			Date Surveyed Decembe	er 28, 1984		
			1				olessional Engineer		
			<u> </u>			Non	K. Kedor		
0 330 660	90 1320 1650 1980	2310 2640 200	00 1500 1	1000 5	00 0	Certificate No.	1		

EXHIBIT B BOP DIAGRAM RATED 3000#



YATES PETROLEUM CORPORATION Archuleta "ABD" Federal #1 1980' FSL and 700' FWL Section 23-T8S-R19E Lincoln County, New Mexico

In conjunction with Form 9-331C, Application for Permit to Drill subject well, Yates Petroleum Company submits the following ten items of pertinent information in accordance with BLM requirements.

- 1. The geologic surface formation is San Andres.
- 2. The estimated tops of geologic markers are as follows:

San Andres	surface	Abo	2000 '
Glorieta	4501	Pre Cambrian	2700 '
Yeso	5501	TD	33001
Tubb	16251		

3. The estimated depths at which anticipated water, oil or gas formations are expected to be encountered:

Water: 250'-350'

Oil or Gas: Abo 1900!

- 4. Proposed Casing Program: See Form 9-331C.
- 5. Pressure Control Equipment: See Form 9-331C.
- 6. Mud Program: See Form 9-331C.
- 7. Auxiliary Equipment: Kelly Cock; pit level indicators and flow sensor equipment; sub with full-opening valve on floor, drill pipe connection.
- 8. Testing, Logging and Coring Program:

Samples: Surface casing to TD. 10' samples.

DST's: As warranted. Coring: As warranted.

Logging: CNL-FDC TD to csg w/GR-CNL up to surface, DLL w/RxO from TD to csg.

EPT-TD to csg.

Mud Logging: One man unit from surface to TD.

- 9. No abnormal pressures or temperatures are anticipated.
- 10. Anticipated starting date: As soon as possible after approval.

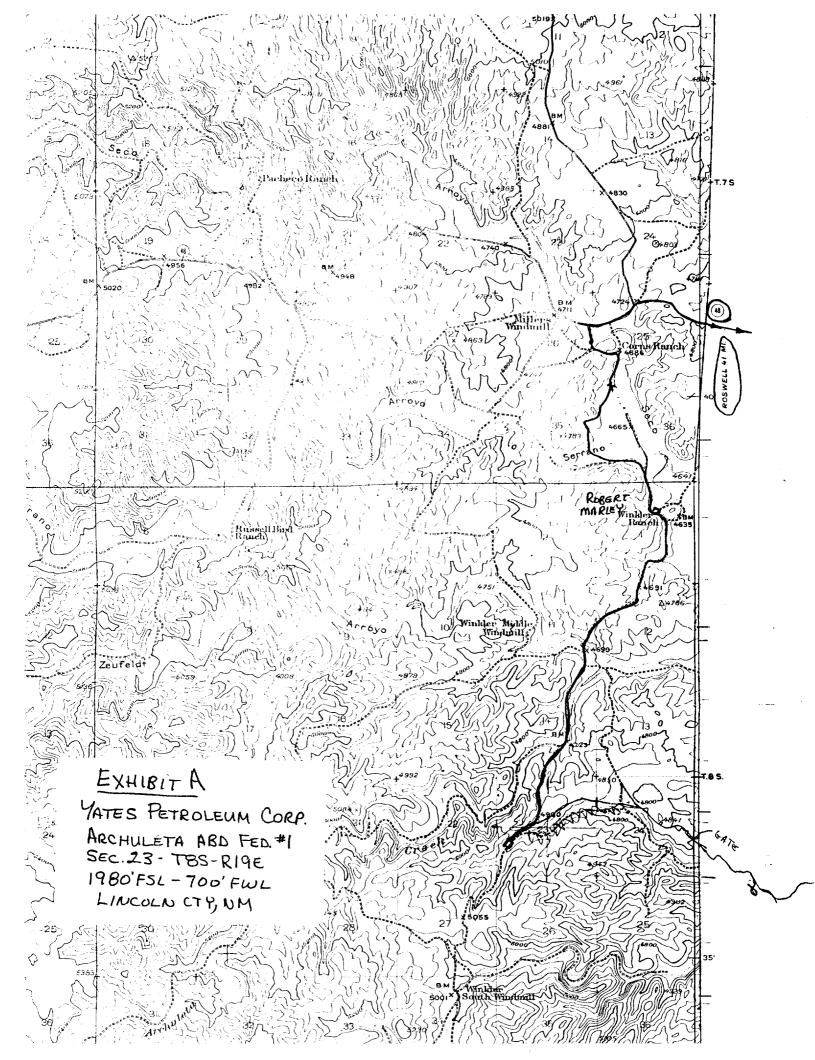


Exhibit C

