

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-101
Revised June 10, 2003

Submit to appropriate District Office
State Lease - 6 Copies
Fee Lease - 5 Copies

☐ AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

¹ Operator Name and Address Yarbrough Oil LP C/O Oil Reports & Gas Services, Inc. 1008 W. Broadway, Hobbs, NM 88240		² OGRID Number 025504
		³ API Number 30 - 025-10786
³ Property Code 016406	⁵ Property Name E. L. Steeler	⁶ Well No. 4

⁷ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	17	23S	37E		860	South	660	West	Lea

⁸ Proposed Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	17	23S	37E		860	South	660	West	Lea

⁹ Proposed Pool 1 Jalmat Gas	¹⁰ Proposed Pool 2

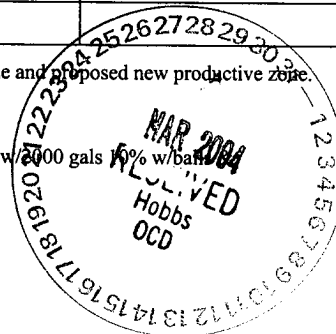
¹¹ Work Type Code P	¹² Well Type Code O	¹³ Cable/Rotary Workover Unit	¹⁴ Lease Type Code P	¹⁵ Ground Level Elevation 3316 DF
¹⁶ Multiple No	¹⁷ Proposed Depth 2500'-2900'	¹⁸ Formation Yates	¹⁹ Contractor Halliburton	²⁰ Spud Date ASAP

²¹ Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
		See	Original	Completion	

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 zone.
Describe the blowout prevention program, if any. Use additional sheets if necessary.
RU & install BOP. Set CIBP @ 3300'. Run Temp. Survey & Neutronlog. Perf. Yates 2650'-2890', 28 holes, 2shots p/f. Acdz w/2000 gals 16% w/ba
Flush w/500 gals 2% KCL wtr & frac.

NSP-1871



²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief.		OIL CONSERVATION DIVISION	
Signature: <i>Gaye Heard</i>		Approved by: <i>Paul J. King</i>	
Printed name: Gaye Heard		Title: PETROLEUM ENGINEER	
Title: Agent		Approval Date: APR 13 2004	
E-mail Address: gheard@oilreportsinc.com		Expiration Date:	
Date: 3/24/04	Phone: 505/393-2727	Conditions of Approval:	
		Attached <input type="checkbox"/>	

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State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised June 10, 2003
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-10786	² Pool Code	³ Pool Name Jalmat Gas
⁴ Property Code 016406	⁵ Property Name E. L. Steeler	⁶ Well Number 4
⁷ OGRID No. 025504	⁸ Operator Name Yarbrough Oil LP	⁹ Elevation 3316 DF

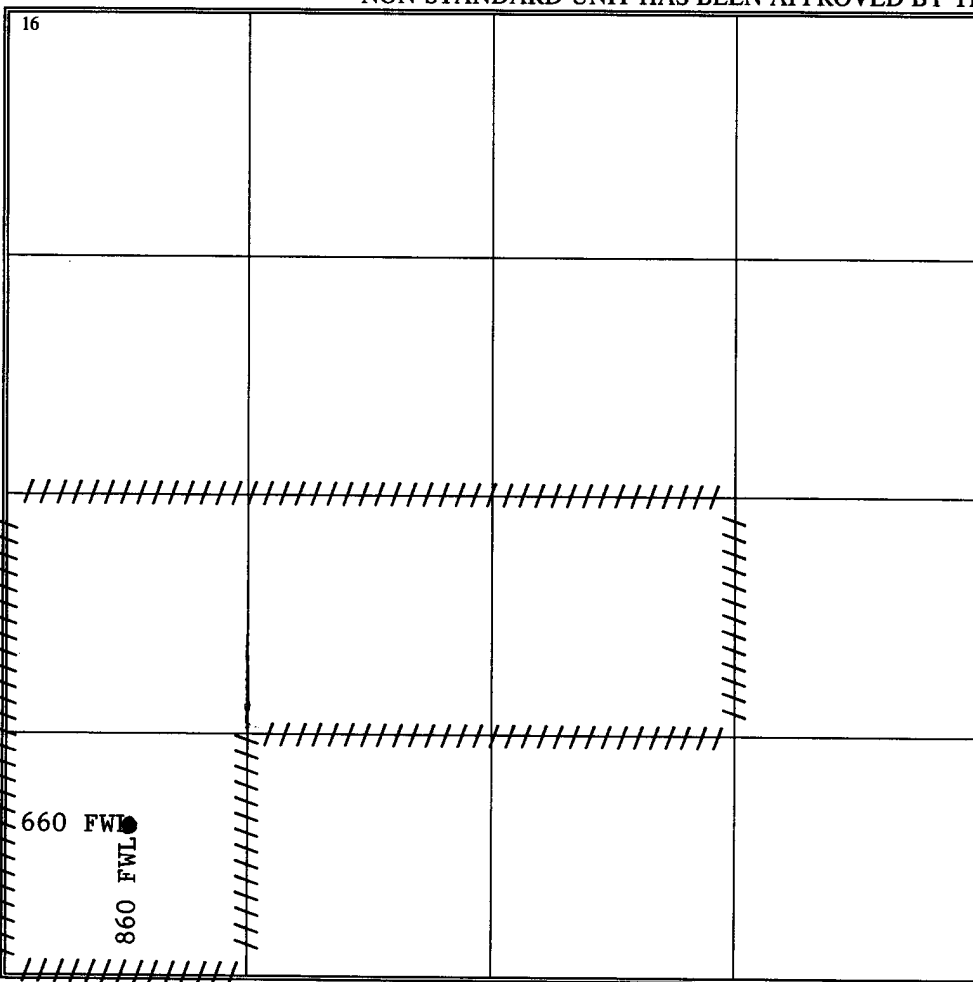
¹⁰ Surface Location

UL or lot no. M	Section 17	Township 23S	Range 37E	Lot Idn	Feet from the 860	North/South line South	Feet from the 660	East/West line West	County Lea
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¹¹ Bottom Hole Location If Different From Surface

UL or lot no. M	Section 17	Township 23S	Range 37E	Lot Idn	Feet from the 860	North/South line South	Feet from the 660	East/West line West	County Lea
¹² Dedicated Acres 160	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No. <i>NSP-1871</i>						

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

<div>16</div> 	<div>¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. <i>Gaye Heard</i> Signature Gaye Heard Printed Name Agent gheard@offreportinc.com Title and E-mail Address 3/24/04 Date Hobbs OCD</div>
	<div>¹⁸ SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. Date of Survey Signature and Seal of Professional Surveyor: Certificate Number</div>

NSP-1871