

District I  
1625 N French Dr, Hobbs, NM 88240  
Phone (575) 393-6161 Fax (575) 393-0720  
District II  
811 S First St., Artesia, NM 88210  
Phone (575) 748-1283 Fax (575) 748-9720  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
Phone (505) 334-6178 Fax (505) 334-6170  
District IV  
1220 S St Francis Dr., Santa Fe, NM 87505  
Phone (505) 476-3460 Fax (505) 476-3462

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

HOBBS OCD

Form C-101  
Revised August 1, 2011

JAN 11 2012

Permit

RECEIVED

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

<sup>1</sup> Operator Name and Address Yates Petroleum Corporation 105 South Fourth Street Artesia, NM 88210		<sup>2</sup> OGRID Number 025575
		<sup>3</sup> API Number 30-025-36479
<sup>4</sup> Property Code 37520	<sup>5</sup> Property Name Cash BND State Com	<sup>6</sup> Well No 1

**<sup>7</sup> Surface Location**

UL - Lot J	Section 31	Township 10S	Range 34E	Lot Idn	Feet from 1980	N/S Line South	Feet From 1980	E/W Line East	County Lea
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**<sup>8</sup> Pool Information**

Wildcat, Permo Penn
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**Additional Well Information**

<sup>9</sup> Work Type P	<sup>10</sup> Well Type O	<sup>11</sup> Cable/Rotary N/A	<sup>12</sup> Lease Type S	<sup>13</sup> Ground Level Elevation 4234'GR
<sup>14</sup> Multiple N	<sup>15</sup> Proposed Depth N/A	<sup>16</sup> Formation Mississippian	<sup>17</sup> Contractor N/A	<sup>18</sup> Spud Date N/A
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water

**<sup>19</sup> Proposed Casing and Cement Program**

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
REFER TO ROIGINAL COMPLETION						

**Casing/Cement Program: Additional Comments**

Yates Petroleum Corporation plans to plugback and recompleate this well as follows: Set a CIBP at 11,990' with 35' cement on top. Set a 2<sup>nd</sup> CIBP at 11,700' with 35' cement on top. Perforate Permo-Penn 10,028'-10,034' (12). TIH with tubing and packer to 10,000'. Swab down and report results. Acidize perfs with 1000g 15% NEFE HCL and 24 ball sealers. Flow and swab and report results. Load hole and release packer. Turn well over to production.

**Proposed Blowout Prevention Program**

Type	Working Pressure	Test Pressure	Manufacturer
Hydraulic	5K	3K	Depends on rental company used

I hereby certify that the information given above is true and complete to the best of my knowledge and belief I further certify that the drilling pit will be constructed according to NMOCD guidelines <input type="checkbox"/> , a general permit <input type="checkbox"/> , or an (attached) alternative OCD-approved plan <input type="checkbox"/> . <u>YPG uses Steel Tanks Only.</u>		OIL CONSERVATION DIVISION	
Signature <u>Tina Huerta</u>			
Printed name Tina Huerta		Approved By <u>[Signature]</u>	
Title Regulatory Compliance Supervisor		Title <u>PERMITTING ENGINEER</u>	
E-mail Address tina.h@yatespetroleum.com		Approved Date _____ Expiration Date _____	
Date January 10, 2012		JAN 19 2012	
Phone 575-748-1471		Conditions of Approval Attached	

Permit Expires 2 Years From Approval  
Date Unless Drilling Underway  
plugback

JAN 23 2012

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OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

HOBBS OCD

JAN 18 2012

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Form C-102  
Revised August 1, 2011  
Submit one copy to appropriate  
District Office  
☒ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Number 30-025-36479	<sup>2</sup> Pool Code 33660	<sup>3</sup> Pool Name Inbe; Permo-Penn
<sup>4</sup> Property Code 37520	<sup>5</sup> Property Name Cash BND State Com	<sup>6</sup> Well Number 1
<sup>7</sup> OGRID No. 025575	<sup>8</sup> Operator Name Yates Petroleum Corporation	<sup>9</sup> Elevation 4234' GR

<sup>10</sup> Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
J	31	10S	34E		1980	South	1980	East	Lea

<sup>11</sup> 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

<sup>12</sup> Dedicated Acres 80	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.
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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.

<sup>16</sup> 	<sup>17</sup> <b>OPERATOR CERTIFICATION</b> I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.  Signature Date Tina Huerta Printed Name tina@yatespetroleum.com E-mail Address
	<sup>18</sup> <b>SURVEYOR CERTIFICATION</b> 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