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

Date: 7-5-06

Phone: 505-748-1471

State of New Mexico Energy Minerals and Natural Resources

Form C-101 May 27, 2004

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe. NM 87505 Submit to appropriate District Office

☐ AMENDED REPORT

1220 S. St. Fr	rancis Dr., S	anta Fe,	NM	87505		Santa	a Fe, NI	M 875	505				
APPL	ICATIO	ON F					ENTE	R, DI	EEPEI	N, PLUGBA		DD A ZONE	
Operator Name and Address								OGRID Number 025575				•	
		Y	ates Petroleum 105 S. 4 th	Street	ion		³ API Number				r		
Artesia, NM 88210										30–025-35319 • Well No.			
Property Code Property 28311 Nonombre								ate				1	
	,		9 P	roposed Pool 1						¹⁰ Prope	osed Pool 2		
N	PADN	pre	Lazy	y J , Upper Pen	n								
⁷ Surface							Location						
UL or lot no. F	1 1 1		Range 34E	Lot ! F		om the North/South line North		Feet from the 1980	East/West line West	County Lea			
				⁸ Propo	sed Bott	om Hole Loca	ation If I	Differer	nt From	Surface			
UL or lot no.	Section	Townsh	nip	Range	Lot	Idn Feet fi	rom the	North/S	South line	Feet from the	East/West line	County	
<u> </u>	<u>L</u>	•	L		Ac	lditional W	ell Info	rmati	on				
11 Work Type Code 12 Well P			12 Well Type Co		13 Cab	le/Rotary			Lease Type Code	15 Ground Level Elevation 4176'			
16 Multiple 17 Proposed D N N/A			¹⁷ Proposed Dep N/A		Missi	rmation ssippian		19 Contractor N/A		²⁰ Spud Date ASAP			
Depth to Groundwater Distance from nearest to							csh water well 2002 Distance from nearest surface water >1000'						
<u>Pit:</u> Liner	: Synthetic	ı	mils t	thick Clay	Pit Volu	me:bbls	100	Drilli	ing Metho	<u>d:</u> \\	,		
Close	ed-Loop Sys	tem 🛚			<u>.</u>		12/2		tesh Water		esel/Oil-based	Gas/Air	
				21	Propos	sed Casing	and Ce	ment	Progra	m 🥴			
Hole Size Casing Size			Casing weight/foot Setting Depth				pth:	Sacks of Ce	Estimated TOC				
						1/2	1/2						
						IN PLACE							
					<u></u>				-				
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.													
Propose to plug back and recomplete as follows:													
Set CIBP @ 12850' and dump 35' cement on plug. Set CIBP @ 12340' and dump 35' cement on plug. Perforate Canyon lime 10462-68' (14) 10510-14' (10) 10529-34' (12) and 10548-58' (22) (2 SPE 90' phasing) and acidize													
Set CIBP @ 12850' and dump 35' cement on plug. Set CIBP @ 12340' and dump 35' cement on plug. Perforate Canyon lime 10462-68' (14), 10510-14' (10), 10529-34' (12) and 10548-58' (22) (2 SPF, 90° phasing) and acidize. Permit Expires 1 Year From Approval Pulgback													
Date Unless Britting Underway													
			F	lugba	CH								
²³ I hereby certify that the information given above is true and complete to the								OIL CONSERVATION DIVISION					
best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines , a general permit , or							Approved by:						
an (attached) alternative OCD-approved plan .													
Signature: Danie							1 Theres						
Printed name: Stormi Davis							Title:	Title: #ETROLEUM ENGINEER				ENGINEER	
Title: Regulatory Compliance Technician						Approval Date: Expiration Date:							
F-mail Address: stormid@vncnm.com									JUI 1	3 2006			

Conditions of Approval Attached

District i

1625 N. French Dr., Hobbs, NM 88240

District li

1301 W. Grand Avenuo, Artesia, NM 88210

<u>District III</u>

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

12 Dedicated Acres 160

1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico

Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fc, NM 87505

Form C-102

Revised June 10, 2003

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lcase - 3 Copies

MENDED REPORT

OCATION AND ACDEACE DEDICATION DEAT

30-02	19		² Pool Code 47920	'	N	³ Рооі _{Name} lonombre; Upper Релп			
Property Co 28311	de			* Well Number 1					
OGRID No. 025575				Elevation 4176' GR					
			-		10 Surface	Location			
IL or lot no.	Section 31	Township 13S	Range 34E	Lot Idn F	Foot from the 1980	North/South line North	Feet from the 1980	East/West line West	County Lea
			11 Bot	om Hole	Location I	f Different Fro	m Surface		
Ji, or lot no.	Section	Township	Range	Lot idn	Feet from the	North/South line	Feet from the	East/Wost line	County

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-

	STANUA	RD UNIT HAS BEEN	APPROVED BY THE L	MAISTON
16		·		17 OPERATOR CERTIFICATION I hereby certify that the information contained herein
				is true and complete to the best of my knowledge and
	1980'			belief. Signature
				Stormi Davis
				Printed Name
				Regulatory Compliance Technician
1980				Title and E-mail Address
				stormid@ypcnm.com
	}			Date
				7-12-06
				18 SURVEYOR CERTIFICATION I hereby certify that the well loculion 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
	<u> </u>			