

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

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

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

¹ Operator Name and Address Yates Petroleum Corporation 105 S. 4 th Street Artesia, NM 88210		² OGRID Number 025575
		³ API Number 30-025-29451
⁴ Property Code 32128 36033	⁵ Property Name Reed AXV	⁶ Well No. 1
⁹ Proposed Pool 1 Morton; Wolfcamp		¹⁰ Proposed Pool 2

7 Surface Location

UL or lot no. K	Section 12	Township 15S	Range 34E	Lot Idn K	Feet from the 1870	North/South line South	Feet from the 2080	East/West line West	County Lea
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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
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Additional Well Information

¹¹ Work Type Code P	¹² Well Type Code O	¹³ Cable/Rotary N/A	¹⁴ Lease Type Code S	¹⁵ Ground Level Elevation 4063'
¹⁶ Multiple N	¹⁷ Proposed Depth N/A	¹⁸ Formation Mississippian	¹⁹ Contractor N/A	²⁰ Spud Date ASAP
Depth to Groundwater >50'		Distance from nearest fresh water well >1000'		Distance from nearest surface water >1000'
Pit: Liner: Synthetic <input checked="" type="checkbox"/> 12 mils thick Clay <input type="checkbox"/> Pit Volume: _____ bbls Drilling Method: Closed-Loop System <input type="checkbox"/> Fresh Water <input type="checkbox"/> Brine <input type="checkbox"/> Diesel/Oil-based <input type="checkbox"/> Gas/Air <input type="checkbox"/>				

21 Proposed Casing and Cement Program

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

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.

Propose to plug back and recomple as follows:

Set CIBP @ 12350' and dump 35' cement on plug. Perforate Canyon 11098-102' (10) and 11106-23' (36) w/2 SPF, 90° phasing and stimulate. If well is not productive, set CIBP @ 11090' and dump 35' cement on top. Perforate Upper Canyon 10885-11098' (28) w/2 SPF, 90° phasing and acidize. If well is not productive, set CIBP @ 10870'. Dump 35' cement on plug. Perforate Wolfcamp 10514-20' (14) and 10525-40' (32) and acidize.

Permit Expires 1 Year From Approval Date
Data Unless Drilling Underway
Plugback

²³ 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 checked="" type="checkbox"/> , or an (attached) alternative OCD-approved plan <input type="checkbox"/> .		OIL CONSERVATION DIVISION	
Signature: <i>Stormi Davis</i>		Approved by: <i>Larry W. Wink</i>	
Printed name: Stormi Davis		Title: SEPT 2 2006 REPRESENTATIVE II/STAFF MANAGER	
Title: Regulatory Compliance Technician		Approval Date: SEP 25 2006 Expiration Date:	
E-mail Address: stormid@ypcnm.com			
Date: 9-5-06	Phone: 505-748-1471	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 30-025-29451	² Pool Code 47370	³ Pool Name Morton; Wolfcamp
⁴ Property Code 32128	⁵ Property Name Reed AXV	⁶ Well Number 1
⁷ OGRID No. 025575	⁸ Operator Name Yates Petroleum Corporation	⁹ Elevation 4063' GR

¹⁰ Surface Location

UL or lot no. K	Section 12	Township 15S	Range 34E	Lot Idn	Feet from the 1870	North/South line South	Feet from the 2080	East/West line West	County Lea
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¹¹ Bottom Hole Location If Different From Surface

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¹² Dedicated Acres 40	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ 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

¹⁶ 	¹⁷ OPERATOR CERTIFICATION <i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</i> Signature Stormi Davis Printed Name Regulatory Compliance Technician Title and E-mail Address stormid@ypcnm.com Date 9-5-06			
	¹⁸ SURVEYOR CERTIFICATION <i>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.</i>			
	Date of Survey Signature and Seal of Professional Surveyor:			
	Certificate Number			