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. 6-7-07

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

	rancis Dr , Santa					ı Fe, N							
APPLICATION FOR PERMIT TO DRILL, RE-EN Operator Name and Address								EEPE	CN, PLUGBACK, OR ADD A ZONE OGRID Number				
Vates Petroleum Corporation										025575			
105 S. 4 th Street Artesia, NM 88210										³ API Number 30 -025-02801			
³ Property Code ³ Property										T	° Well I	No.	
21542 Buffalo AR							Com					1	
ļ	Proposed Pool 1 d; Permo Uppe					10 Prop	oosed Pool 2						
			-,		⁷ Surface	Locati	ion						
UL or lot no			Lot	Idn Feet fr	om the	i i		Feet from the	East/Wes	1	County		
<u>K</u>	K 18 16S 35E			K 1980 South osed Bottom Hole Location If Different From S					1945 West		st	Lea	
		1		T'''						F .417	. 12		
UL or lot no	Section To	wnship	Range	Lot	Idn Feet fro	om the	North/S	South line	Feet from the	East/Wes	st line	County	
				Ac	lditional We		rmati						
¹¹ Work	¹¹ Work Type Code P O		12 Well Type Co O	ode 13 Cable/Rotary N/A				14	Lease Type Code S		15 Ground Level Elevation 4041'		
¹⁶ N	Aultiple N		¹⁷ Proposed Dep N/A	oth 18 Formation Mississippian				19 Contractor N/A		²⁰ Spud Date ASAP			
Depth to Gro	Depth to Groundwater				Distance from nearest fresh water well				Distance from nearest surface water >1000'				
Pit Lines	r Synthetic	mils	s thick Clay	Pit Vol			Dnl	ling Methe	L od				
	ed-Loop System		•					resh Water		esel/Oıl-bas	ed 🔲 G	as/Aır	
			21	Propos	sed Casing a	and Ce	ment	Progra	m				
Hole S	Hole Size Ca		ing Size	Casing weight/foot			Setting Depth		Sacks of C	ement	Estimated TOC		
					· · · · · · · · · · · · · · · · · · ·	<u> </u>		******					
				IN PLACE				,					
					INTEACE				118 92027				
						670 70					7.4		
Propose to Set CIBP	blowout preven	tion prog as follo ad dum	gram, if any Us ws: up 35' cement	e additions on plug	al sheets if necess . Perforate Up	ary. oper Pei	n 113	86-1140	resent productivers	cone and pro	CCIVO	w productive zone w/2 SRF, 90°	
-		F	Permit Exp Date U	oires 1 nless	Year From Drilling Und Plugb	Appr derwa eck	oval y		` 5	ζ, ′ε	G	e Cress	
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)N					
constructed		MOCD	guidelines 🔲, a			Approv	ed by:		`	•			
Signature:	Alan-	}					1	Mice	Mole		_		
Printed name. Stormi Davis						Title: OF DISTRICT SUPERVISOR/GEMERAL MANAGEM							
Title Regulatory Compliance Technician					Approv	al All	317	200 7	Expiration D	ate.			
E-mail Addre	E-mail Address stormid@ypcnm.com												

Conditions of Approval Attached

District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III

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 October 12, 2005 Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

District IV

1000 Rio Brazos Rd., Aztec, NM 87410

220 S. St. Franci	s Dr., Santa l	Fe, NM 87505						[AME	NDED REPOR		
		W	ELL LO	OCATIO:	N AND ACF	REAGE DEDIC	CATION PLA	T				
¹ API Number				² Pool Code	2 /	³ Pool Name						
30-025-02801				59847 Townsend; Permo Upper								
⁴ Property Code		⁵ Property Name								⁶ Well Number		
21542			1									
⁷ OGRID №.			⁹ Elevation									
025575		Yates Petroleum Corporation								4041'		
	· · · · · · · · · · · · · · · · · · ·				¹⁰ Surface	Location						
UL or lot no	Section	Township	Range	Lot Idn	Feet from the			East/We	st line	County		
K	18	16S	35E	K	1980	South	1945	West		Lea		
-			11 Bo	ottom Ho	le Location I	f Different From	m Surface					
UL or lot no	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/We	est line	County		
² Dedicated Acre	s ¹³ Joint o	r Infill 14 C	onsolidation	Code 15 Or	rder No.	-						
40 🖊	-	1										

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 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 6-7-07 Signature Date Stormi Davis Printed Name
1945′	•		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
	,480,		Date of Survey Signature and Seal of Professional Surveyor Certificate Number