30-005-21038 STATE OF NEW MEXICO EMERGY AND MINERALS DEPARTMENT CONSERVATION DIVISION ---P. O. BOX 2088 SA. Indicate Type of Loase DISTRIBUTION SANTA FE, NEW MEXICO 87501 SANTA FE STATE X FILE 5, State Off & Gas Loace No. U.S.G.S. E-8250 LAND OFFICE OPERATOR APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK la. Type of Work 7. Unit Agreement Name DEEPEN DRILL X PLUG BACK t. Type of Well 8 Form or Lease Name SIL XX MULTIPLE WELL \_\_\_ Enstar "ACW" State .. Name of Operator 9. Well No. Yates Petroleum Corporation Address of Operator 10. Field and Pool, or Wildcat 207 South Fourth Street - Artesia, NM 88210 Tobac Penn \_\_\_\_LOCATED 1980 South 660 East 12, County Chaves 19A. Formation 9. Proposed Depth 95001 Bough C Rotary 21B. Drilling Contractor 21A. Kind & Status Plug. Bond 22. Approx. Date Work will start 4374.5 GR 4350 Blanket Undesignated ASAP PROPOSED CASING AND CEMENT PROGRAM SIZE OF HOLE SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH SACKS OF CEMENT EST. TOP 17-1/2" 13-3/8" 48# H-40 Approx. 400' 400 sacks Circulate 12-1/4" 8-5/8" 24# K55 & S-80 & 28# S-80 3900 600 sacks Circulate 7-7/8" 5-1/2" 15.5# & 17# K-55 & N-80 9500' As needed We propose to drill and test the Bough "C" and intermediate formations. Approximately 400' of surface casing will be set and cement circulated to shut off gravel and cavings. Intermediate casing will be set to approximately 3900' and cement circulated back to surface. If commercial, production casing will be run and cemented with adequate cover, perforated and stimulated as needed for production. FW gel/LCM surface to 400', cut brine to 3900', SW gel/starch to TD. MUD PROGRAM: BOP PROGRAM: BOP's will be installed at the offset and tested daily. Permit Expires 6 Months From Approval Date Unless Drilling Underway. ABOVE SPACE DESCRIBE PROPOSED PROGRAMI IF PROPOSAL IS wreby certify that the information above is true and complete to the best of my knowledge and belief. Date July 12, 1985 Regulatory Agent Title (This space for State Use)

OUTGINAL STIGMED BY JERRY SEXTON

DIDITIONS OF APPROVAL, IF ANYI

JUL 1 9 1985

## NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102 Supersades C-128 Effective 14-65

3640

All distances must be from the outer boundaries of the Section Operator Well No. YATES PETROLEUM CORPORATION Instar "ACV" State 1 Unit Letter Section County 11 7 11 8 Chaves Actual Footage Location of Well: 1980 feet from the 660 line and line Ground Level Elev. Producing Formation Dedicated Acrease 4356.0 BOUGH Acres 1. Outline the acreage dedicated to the aubject well by colored pencil or hachure marks on the plat below. 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty). 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc? If answer is "yes," type of consolidation If unswer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.)\_ No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, climinating such interests, has been approved by the Commis-Bion. CERTIFICATION I hereby certify that the information conmy knowledge and belief. Cy Cowan Regulatory Agent Compony Yates Petroleum Corporation July 12, 1985 I hernby certify that the well location E 8250 - 660' Date Surveyed 7-3-85 Registered Professional Engine

330

860

...

1320 1680

1000 2310

2000

1000

500

## EXHIBIT B

## BOP DIAGRAM RATED 3000#

