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OPERATOR	

5A. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. K-6444
7. Unit Agreement Name
8. Farm or Lease Name Hanladdie "WR" St.
9. Well No. 2
10. Field and Pool, or Wildcat Undes. Saunders
11. County Lea

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. Type of Work AMENDED LOCATION	1b. Type of Well DRILL <input checked="" type="checkbox"/> DEEPEN <input type="checkbox"/> PLUG BACK <input type="checkbox"/>
2. Name of Operator Yates Petroleum Corporation	3. Address of Operator 207 S. 4th, Artesia, New Mexico 88210
4. Location of Well UNIT LETTER C LOCATED 990 FEET FROM THE North LINE AND 2310 FEET FROM THE West LINE OF SEC. 16 TWP. 14S RCP. 33E	5. Proposed Depth 10,500'

6. Elevations (show whether D.F., H.I., etc.) 4198.6' GL	7. Kind & Status Plug. Bond Blanket	8. Drilling Contractor Landis #3	9. Approx. Date Work will start ASAP
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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# J-55	450'	450 sx	circ
12 1/4"	8 5/8"	24# J-55	4200'	1300 sx	400'
7 7/8"	5 1/2"	17# N-80-L	TD	450 sx	9200'
		17# N-55-L			
		17# N-55-S			
		17# N-80-L			

We propose to drill a 10,500' well and test the Permo-Penn and intermediate formations. Approximately 450' of surface casing will be set and cement circulated and approximately 4200' of intermediate casing will be set and cement circulated back to about 400'. Production casing will be set to TD and cemented back to approximately 9200'.

MUD PROGRAM: FW gel to 450', native mud 4200', water/paper to 7500', starch/driskpak/salt gel to TD.

BOP PROGRAM: BOP's will be installed at the offset and tested daily.

4. ABOVE SPACE DESCRIBE PROPOSED PROGRAM; IF PROPOSAL IS TO DEEPEN OR PLUG BACK, GIVE DATA ON PRESENT PRODUCTIVE ZONE AND PROPOSED NEW PRODUCTIVE ZONE. GIVE BLOWOUT PREVENTER PROGRAM, IF ANY.

hereby certify that the information above is true and complete to the best of my knowledge and belief.

Signed Nelson L. Hubbard for Title Regulatory Agent Date 10/14/83

(This space for State Use)

ORIGINAL SIGNED BY JERRY SEXTON

APPROVED BY DISTRICT 1 SUPERVISOR TITLE _____ DATE OCT 19 1983

CONDITIONS OF APPROVAL, IF ANY:

APPROVAL VALID FOR 180 DAYS
PERMIT EXPIRES 1/19/84
UNLESS DRILLING UNDERWAY

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

Form C-102
Supersedes C-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

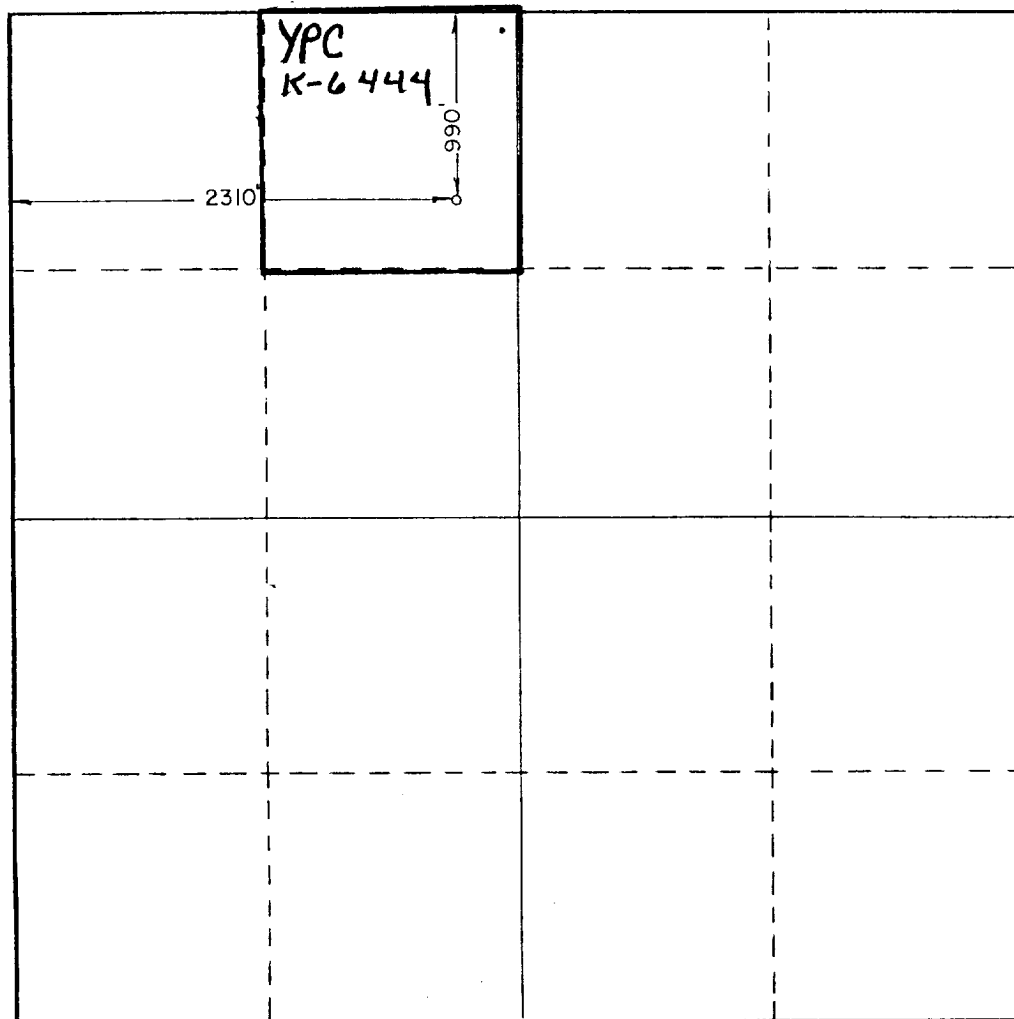
Operator YATES PETROLEUM CORPORATION			Lease HANDLADDIE "WR" STATE		Well No. 2
Unit Letter C	Section 16	Township 14 South	Range 33 East	County Lea	
Actual Footage Location of Well: <div style="display: flex; justify-content: space-between;"> 2310 feet from the West line and 990 feet from the North line </div>					
Ground Level Elev. 4198.6	Producing Formation Permo-Penn		Pool Undes. Saunders Permo-Penn		Dedicated Acreage; 40 Acres

1. Outline the acreage dedicated to the subject 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?

☐ Yes ☐ No If answer is "yes," type of consolidation _____

If answer 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, eliminating such interests, has been approved by the Commission.



CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Roberto L. Velazquez for Gliserio Rodriguez
Name

Gliserio Rodriguez
Position

Regulatory Agent
Company

Yates Petroleum Corp.

Date
10/14/83

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 knowledge and belief.

Date Surveyed
10/83

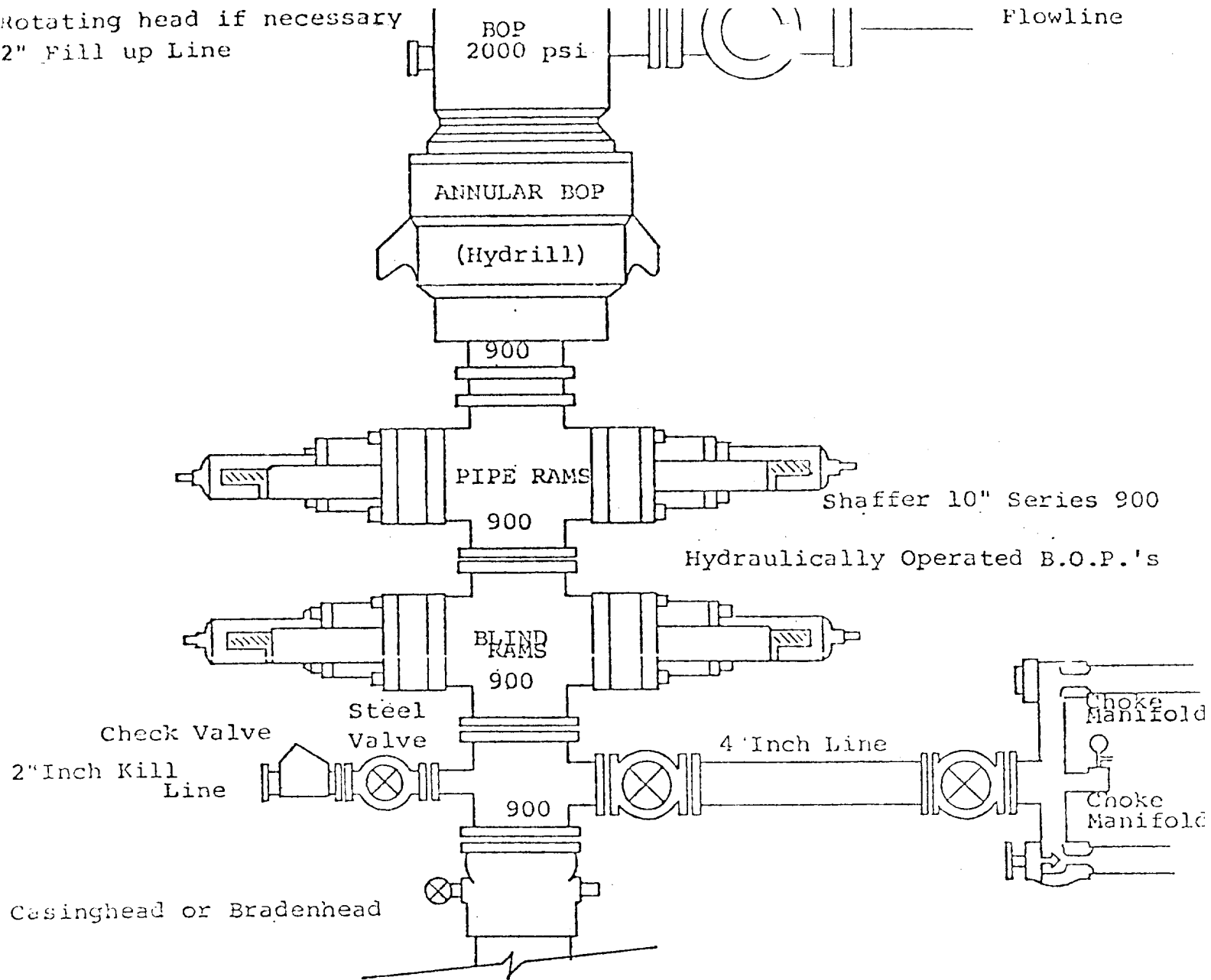
Registered Professional Engineer and/or Land Surveyor

L. JONES

Certificate No. 3660

10/14/83

Rotating head if necessary
2" Fill up Line



THE FOLLOWING CONSTITUTE MINIMUM BLOWOUT PREVENTER REQUIREMENTS

1. All preventers to be hydraulically operated with secondary manual controls installed prior to drilling out from under casing.
2. Choke outlet to be a minimum of 4" diameter.
3. Kill line to be of all steel construction of 2" minimum diameter.
4. All connections from operating manifolds to preventers to be all steel. hole or tube a minimum of one inch in diameter.
5. The available closing pressure shall be at least 15% in excess of that required with sufficient volume to operate the B.O.P.'s.
6. All connections to and from preventer to have a pressure rating equivalent to that of the B.O.P.'s.
7. Inside blowout preventer to be available on rig floor.
8. Operating controls located a safe distance from the rig floor.
9. Hole must be kept filled on trips below intermediate casing.
10. D. P. float must be installed and used below zone of first gas intrusion.