Submit to Appropriate District Office State Lease – 6 copies Fee Lease – 5 copies		State of New M Minerals and Natural F	Resources Department	Form C-101 Revised 1-1-89					
<u>DISTRICT I</u> P.O. Bax 1980, Hobb <b>s</b> , NI	M 88240	L CONSERVATION DIVISION P.O. Box 2088 Santa Fe, New Mexico 87504-2088		API NO. (assigned by OCD on New Wells) 30-025-31181					
DISTRICT II P.O. Drawer DD, Artesia,		5. Indicate Type of Lease STATE FEE X							
<u>DISTRICT III</u> 1000 Rio Brazos Rd., Azte	ec, NM 87410	6. State Oil & Gas Lease No.							
APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK									
1a. Type of Work:		7. Lease Name or Unit Agreement Name							
DRILL X RE-ENTER DEEPEN PLUG BACK									
OIL GAS SINGLE MULTIPLE   WELL OTHER ZONE DONE									
2. Name of Operator Yates Petro	oleum Corporati	8. Well No.							
3. Address of Operator 105 South	Fourth Street,	9. Pool name or Wildcat Wildcat Ganyon Penn							
4. Well Location Unit Letter	⊃: <u>330</u> Feet	From The South	Line and	990 Feet From The	East Line				
Section	20 Town	nship 13S R	ange 34E	ммрм Lea	County				
<i>\////////////////////////////////////</i>									
		10. rroposed Dept		Formation CNN (Canyon)	12. Rotary or C.T. Rotary				
13. Elevations (Show whether DF, RT, GR, etc.)14. Kind & Status Plu4157Blanket			15. Drilling Contractor Undesignat	16. Approx. Date Work will start					
17. PROPOSED CASING AND CEMENT PROGRAM									
SIZE OF HOLE	SIZE OF CASING			SACKS OF CEMENT	EST. TOP				
17 1/2"	13 3/8"	54.5#	350'	800 sacks	circulated				
11"	8 5/8"	32#	4200	2800 sacks	circulated				
7 7/8"	5 1/2"	17/20#	TD	800 sacks	as warranted				

We propose to drill and test the Canyon and intermediate zones. Approximately 350' of surface casing will be set and cement circulated. An intermediate string will be set at approximately 4200' and cement circulated. If commercial, production casing will be run and cemented with adequate cover, perforated and stimulated as needed for production.

MUD PROGRAM: FW mud to 350'; Brine and oil to 4200'; cut Brine, SW/Gwl and Starch to TD.

IN ABOVE SPACE DESCI ZONE GIVE BLOWOUT PREVEN	RIBE PROPOSED PROGRAM:	IF PROPOSAL IS TO DEEPEN OR FLUG BA	CK, GIVE DATA ON PRESENT PRODUC	TIVE ZONE AND PROPOSED	NEW PRODUCTIVE
I hereby certify that the information stonature	sion powe is true that complete to the	best of my knowledge and belief.	Landman	2-20-91	
TYPE OR PRINT NAME KE	en Beardemphl			TELEPHONE NO.	748-1471
(This space for State Use)	ر با میں ایک	1. 2. 4 <b>1</b> 6	-	· · · · · · · · · · · · · · · · · · ·	
APPROVED BY				DATE	•

CONDITIONS OF APPROVAL, IF ANY:

Permit Expires 6 Months From Approval Date Unless Drilling Underway.