District & PO Box 1980, Hobbs, NM 88241-1980 District II PO Drawer DD, Artesia, NM 88211-0719 District III 1000 Rio Brazos Rd., Aztoc, NM 87410 District IV PO Box 2088, Santa Fe, NM 87504-2088 State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

Form C-101 Revised February 10, 1994 Instructions on back Submit to Appropriate District Office State Lease - 6 Copies Fee Lease - 5 Copies

AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE Operator Name and Address. ¹ OGRID Number YATES PETROLEUM CORPORATION 025575 105 South Fourth Street API Number Artesia, New Mexico 88210 30 - 0 25-25640 Property Code 'Property Name Chambers "AQI" State * Well No. 1-Surface Location UL or lot no. Section Township Range Lot Ida Feet from the North/South line Feet from the East/West line County Т 27 15S 35E 1980 South 660 East Lea ⁸ Proposed Bottom Hole Location If Different From Surface UL or lot no. Section Township Range Lot Ida Feet from the North/South line Feet from the East/West line County WISENC Proposed Pool 1 " Proposed Pool 2 Wildcat Strawn Work Type Code " Well Type Code " Cable/Rotary " Leuse Type Code " Ground Level Elevation D 0 R s 3966.3 " Multiple " Proposed Depth 14 Formation " Contractor 28 Spud Date No 11,800' Strawn Not Known ASAP ²¹ Proposed Casing and Cement Program Hole Size **Casing Size** Casing weight/foot Setting Depth Sacks of Cement Estimated TOC 17 1/2" 13 3/8" 48# 371'-in place 365 sx Circulated 11" 8 5/8" 24# & 32# 4750'-in place 1200 sx Circulated 7 7/8" 5 1/2" 15.5# & 17# 10,698-in place 330 sx 9500' 7 7/8" 5 1/2" 15.5# & 17# TD 1<u>000 sx</u> 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 Yates Petroleum Corporation proposes to cut-off the 5 1/2" casing at approximately Permit Expires 1 Year From Approval 9000', and pull it. Then set a whipstock plug at 9000', sidetrack, and drill to 11.800' so as to test the strawn formation. If it is determined to be commercial, run 5 1/2" Date Unless Drilling Underway casing to TD and cement with adequate cover, perforate and stimulate for production. MUD PROGRAM: Mud that is used to pull casing 0-900'; Cut Brine 9000'-9700'; SW Gel, Starch, Polymer 9700' to TD. BOPE PROGRAM BOPE will be installed on the 8 5/8" casing and tested daily for operational. < t" I hereby certify that the information given above is true and complete to the best of my knowledge and belief. OIL CONSERVATION DIVISION Signatures Approved by: G. Orig. Signed by Printed name: Clifton R. May Tide: Paul Kautz Geologist 81 1996 Title: Approval Date: \mathbb{H} Expiration Date: <u>Regulatory</u> Agent Date: I'hone. Conditions of Approval : Attached 0 (505) 748-1471