30-025 30215 STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT O.L CONSERVATION DIVISION Revised 10-1-78 COPICE ALCEIVED P. O. BOX 2088 SA. Indicate Type of Lease DISTRIBUTION SANTA FE. NEW MEXICO 87501 SANTA FE ree X BTATE FILE 5. State Oll & Gas Leage No. U.S.G.S. LAND OFFICE OPERATOR APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK 7. Unit Agreement Name la. Type of Work DEEPEN T DRILL X PLUG BACK 8. Farm or Lease Name b. Type of Well SINGLE OIL WELL X Kathleen AFE 9. Well No. 2. Name of Operator Yates Petroleum Corporation 10. Field and Pool, or Wildcat 3. Address of Operator Wildcat 105 South Fourth Street - Artesia, NM 88210 4. Location of Well 990 N 2500 12. County Lea 19, Proposed Depth 13200' Morrow Rotary 22. Approx. Date Work will start 21B. Drilling Contractor 3771.5' GR ASAP **Blanket** Undesignated 23. PROPOSED CASING AND CEMENT PROGRAM SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH SACKS OF CEMENT EST. TOP SIZE OF HOLE Circulate 13-3/8" Approx. 450' 400 sacks 17-1/2" 54.5# J-55 Circulate 43001 1900 sacks 11" 8-5/8" 32# J-55 5-1/2" 17# S-95 & N-8D TD 860 sacks 7-7/8" We propose to drill a 13200' well and test the Morrow and intermediate formations. Approximately 450' of surface casing will be set and cement circulated. Approximately 4300' of intermediate casing will be set and cement circulated back to about 400'. Production casing will be set and cemented back to approximately 9200'. FW gel to 450', FW gel and native mud to 2150', brine & native mud and MUD PROGRAM: 4-5% oil to 4300', water and paper to 10000', cut brine to 10600', cut brine and polymer mud to TD BOP's will be installed before drilling out the 8-5/8" casing NON-STANDARD LOCATION NOTE: hereby certify that the information above is true and complete to the best of my knowledge and belief. Date January 28, Regulatory Agent Title

Production subject to approval of non-standard location Date Unless Drilling Underway.

JAN 2 9 1988

ORIGINAL SIGNED BY JERRY SEXTON

DISTRICT I SUPERVISOR

JAM 20 1000

AMBER AL TENERS