District f PO Box 1980, Hobbs, NM 88241-1980 District II PO Drawer DD, Artesia, NM 88211-0719 District III 1000 Rio Brazos Rd., Aztec, NM 87410 District IV

Date:

9-14-95

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

PO Box 2088, Santa Fe, NM 87504-2088 AMENDED REPORT APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE Operator Name and Address. ² OGRID Number YATES PETROLEUM CORPORATION 025575 105 South Fourth Street API Number Artesia, NM 88210 30-025-27135 Property Code ⁴ Property Name Well No. 7550 Hunt APO State Surface Location UL or lot to. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line County TV 4 21S 34E 2310 South 660 West Lea ⁸ Proposed Bottom Hole Location If Different From Surface UL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line County Grame Kidge Proposed Pool 1 18 Proposed Pool 2 Berry Bone Spring, North Work Type Code 12 Well Type Code " Cable/Rotary 14 Lease Type Code " Ground Level Elevation E Ω 16 Multiple 3730 " Proposed Depth * Formation * Contractor 28 Spud Date No 10900' Bone Spring Undesignated 10-01-95 ²¹ Proposed Casing and Cement Program Hole Size Casing Size Casing weight/foot Setting Depth Sacks of Cement Estimated TOC 17 2" 13 3/8" 54.5# 1113'-in place 900 sx 12 눈'' Ciculated 9 5/8 36#, 40# &43.5# 5757'-in place 2460 sxCirculated 8 7" 23# & 26# 11430'-in place 825 sx 6 ½" 4400' 51 liner 18# 11154'-14315-400 sx Top of liner in place 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 zone. Describe the blowout prevention program, if any. Use additional sheets if necessary. Propose to re-enter this well drilling and cleaning out the cement plugs to approximately a TD of 10,900', squeeze off Delaware perfs 5805 - 5929' and test select Bone Spring sand intervals to establish commercial oil production. BOPE PROGRAM: See Exhibit B Permit Expires 6 Months From Approval Date Unless Drilling Underway. ¹³ I hereby certify that the information given above is true and complete to the best of my knowledge and OIL CONSERVATION DIVISION Signature: Approved by: Orig. Signed by Printed name: Paul Kautz Title: Cli ffton R. May Geologist Title Regulatory Agent

Approval Date:

Attached 🛛

Conditions of Approval :

Phone:

505-748-1471

Expiration Date:

District I PO Box 1980, Hobbs, NM 88241-1980 District II PO Drawer DD, Artesia, NM 88211-0719 District III 1000 Rio Brazos Rd., Aztec, 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-102 Revised February 10, 1994 Instructions on back Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

AMENDED REPORT

		WI	ELL LC	CATIO	N AND A	CREAGE DED	ICATION P	LAT		
-30-025	_	×r ·	2945	Pool Cod	he 1577		Ridge Pool N	lame		
⁴ Property				_	' Prop	erty Name	opring, No.			
175		Hun	t APO	State /					'	Well Number
'OGRID	No.				⁴ Oper	ator Name				1
025575			YAT	ES PETR		RPORATION				'Elevation
	· · · · · · · · · · · · · · · · · · ·					ce Location			373	30
UL or lot no.	Section	Township	Range	Lot Idn	Feet from th		Feet from the	East/Wes		
Т	'4	21S	34E		2310	South	660	West		County Lea
<u> </u>			¹¹ Bot	tom Hole	e Location	If Different From	om Surface	L		
UL or lot no.	Section	Township	Range	Lot Idm	Feet from the	North/South line	Feet from the	East/West	line	County
12 Dedicated Acr										County
40	es 13 Joint	or Infill " C	onsolidatio	n Code ¹⁵ O	rder No.			<u> </u>		
L •										
NU ALLUV	VABLE V	VILL BE A	SSIGNE	D TO THI	S COMPLE	TION UNTIL ALL	INTERESTS H	AVE REF	NCON	VSOL IDATED
16	<u> </u>		NON-STA	ANDARD	UNIT HAS	BEEN APPROVED	BY THE DIVI	SION		SOLIDATED
10							¹⁷ OPER	ATOR	CERT	IFICATION
							I hereby certif	ly that the infi	mation	contained bearing in
							true and comp	lese so she be	st of my l	mowledge and belief
							(1)	la d	γ	
							Signature	the K	<u>. </u>	lay
							Signature U	Cliftor	n R. 1	Mar
							Printed Name			
			Regul.			Regulat	atory Agent			
								9-14-95	5	
							Date			
	662						18011010			
- 660-1	\setminus \vee						SURVE	EYOR C	ERTI	FICATION
$\langle \setminus \rangle \rangle$							I hereby certify was plotted from	that the well	location	the second second second
$\setminus \setminus \setminus$	\mathbf{X}						me or under my	Supervision	and that	surveys made by the same is true
$\langle \langle \rangle$							and correct to p	he best of my	belief.	ji ji
							<u>Refer</u> to	<u>o origi</u>	nal I	olat
	<u> </u>						Date of Survey Signature and Sci			
, ,							Signature and Sc	al of Profess	ional Sun	veyer:
230							ji -			1
Ÿ	ļ		1							l l
							Certificate Numb			

WELL LOCATION AND ACREAGE DEDICATION PLAT

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

	A	ll distances must be i	rom the outer bour	daries of	the Section.		•
Operator	D.8.117	•	Lease				Well No.
HUNT OIL COM				TE 4			1
Unit Letter Sect		nship	Range		County		
Actual Footage Location	4	<u>21-S</u>	<u>34-E</u>			Lea Cour	nty,New Mexico
2270		1	Č C O I				· · · · · · · · · · · · · · · · · · ·
Ground Level Elev:	from the SOUT		660'	feet	from the	West	line
3730'		n	Pool				Dedicated Acreage:
	Morrow			ildca			<u>320</u> Acre
1. Outline the ac	reage dedicated 1	to the subject w	ell by colored	pencil or	hachure n	narks on th	e plat below.
interest and roy	yaity).						nereof (both as to workin
dated by commu	initization, unitiz	ation, force-pooli is "yes," type o	ng. etc?		ave the in	terests of	all owners been consoli
							· · · · · · · · · · · · · · · · · · ·
If answer is "r	o," list the owne	rs and tract desc	riptions which	have act	tually beer	n consolida	ited. (Use reverse side o
this form if nec	essary.)						
No allowable w	ill be assigned to	the well until all	interests have	been c	onsolidate	d (by com	nunitization, unitization
forced-pooling,	or otherwise) or ur	til a non-standar	l unit, eliminat	ing such	interests	. has been	approved by the Commis
sion.				0		,	approved by the commis
l	······	·····					
	1	1	1				CERTIFICATION
	1		1				
			1			I hereby c	ertify that the information con
	1		1				ein is true and complete to the
	1		t			best of my	knowledge and belief.
	1		l			C	Dava
	1		I		-	Nome Nome	me Daverport
	+	- +					odat. Part -
	1		1		-	Position	rict Engineer
	1		i				0il Company
	1		1			Company	
	I	4	1			11-4	-80
	1	-	l		-	Date 11 4	
	1		ļ				
	1		· ·				
	1		Ĩ				
660-49	1		1			l berehv .	certify that the well location
l T	E .		•				AT LACE
	1		1			notes A.S	stual surveys house by me or
			I			under rox s	pervision, and that the same
· .			ļ			ri + ` •	d GoAvecy +D the best of my
	1		1				BOGNATELL * Y
<u> + </u> ·	+	-+			·]	8	: 8
2310'	ł		ŀ			Noverab	NO. 6689 : 54
	ŀ		l			Date Survey	
	I					Gary D	ALAND SEE
	I		i i				rolessional Engineer
	ł					and/or Land	
	ł		4			n	
	1		1		.	Hom	O. Boswell
						Certificque No	o.
0 330 660 90 1:	120 1480 1080 2317	1 I I 1840 2000	1 1		'		6600

YATES DETROLEUM CORPORATION



typical choke manifold assemby for 14 rated working pressure service-surface installation

EXHIBIT B

THE FOLLOWING CONSTITUES THE MINIMUM BLOWOUT PREVENTER REQUIREMENTS FOR 3000 PSI WP SYSTEMS

- 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 3" diameter.
- 3. Kill line to be of all steel construction of 3" minimum diameter.
- 4. All connections from operating manifolds to preventers to be all steel. Hole or tube to be 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.
- 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 to be located a safe distance from the rig floor.
- 9. Hole must be kept filled on trips below intermediate casing.