District I PO Box 1980, Hobbs, NM 88241-1980 District II PO Drawer DD, Artesia, NM 88211-0719 District III 1000 Rio Brazos Rd., Aztee, NM 87410				C C	Energy, Min	·	cources Departmen DN DIVISIC 088		Form C-101 Revised February 10, 1994 Instructions on back abmit to Appropriate District Office State Lease - 6 Copies Fee Lease - 5 Copies			
	rict IV Box 2088, San	u Pe, NM	87504-208	8	Jana	. 1 0, 14141 0	,7304-2008 [			AMENDED REPORT		
APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE												
				ATES PET 05 South	ROLEUM	me and Address. CORPORATIC Street	DN			<sup>1</sup> OGRID Number 25 025575 <sup>1</sup> API Number		
							3210			30-025-33123		
	* Property Code 17549				rv APN		roperty Name				• Well No. 2	
1 / 5 49     Berry APN State     2       ' Surface Location												
	L or lot no.	Section	Towns	hip Range	Lot Ida	Feet from the	North/South line	Feet from the	East/We	nt line	County	
	Х	5	21S	34E		990	South	330	East	t	Lea	
			8	Proposed	Bottom	Hole Locat	ion If Differ	ent From Sur	face			
U	L or lot no.	Section	Townsh	ip Range	Lot Idn	Feet from the	North/South line	Feet from the	East/We	est line	County	
-		L	'Pre	oposed Pool 1	<u> </u>	1	" Proposed Pool 2					
	Berry	y Bone	Spri	ng North	1							
	" Work 1	Type Code		" Well Ty	e Code	<sup>11</sup> Cable	:/Rotary	<sup>14</sup> Lease Type C	<sup>14</sup> Ground Level Elevation			
	N			0		Rotary		S		3718'		
	" Multiple . No			" Proposed 10,4(	-	"Formation Bone Spring		"Contractor Not Known		" Spud Date ASAP		
Ĺ			I	2	<sup>1</sup> Propos	ed Casing a	nd Cement I	Program	1			
	Hole Size Casing Size Casing weight/fo						Setting Depth Sacks of Cem			ent Estimated TOC		
	17 1/2''			13 3/8"		3#	550'	550	550 sx		Circulate	
	11'' 7_7/8''			8 5/8"		2#	5600'		<u>1750 sx</u>		Circulate	
			5	1/2''	15.5	5 <u># &amp; 17#</u>	TD	900	900 sx			
$\vdash$		<u> </u>							· · · · · · · · · · · · · · · · · · ·			
X	<sup>II</sup> 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 drill and test the Bone Spring and intermediate formations. Approximately 550' of surface casing will be set and cement circulated. Approximately 5600' of intermediate casing will be set and cement circulated. If commercial, production casing will be run and cemented as warranted with adequate cover, perforated and stimulated as needed for production. <u>MUD PROGRAM</u> : FW Gel, Paper, LCM to 550'; Brine to 5600'; Cut Brine, Starch to TD											
	BOPE Pr						the 13 3/8	" casing. S	ee Ext	nibit	В	
0	f my knowledg			$\beta$ given above i	CONSERVATION DIVISION							
3 -	Signature:	(lug	the !	<u><b>K.</b></u> IY	Lay		Approved by: Orig. Regard by Paul Kautz					
	Printed name:			R. May	$\smile$		Tide: Geologiet					
	Title:	Regi	ilatoi	ry Agent			Approval Date SEP 27 1995 Expiration Date:					
	Date: 9-2	25-95		<b>Phone</b> 50	: 5 <b>-</b> 748-1	471	Cooditions of Approval : Attached					

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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

WELL LOCATION AND ACREAGE DEDICATION PLAT													
	er			<sup>3</sup> Pool Code <sup>3</sup> Pool Name					· · · · · · · · · · · · · · · · · · ·				
30-025-33123 5535							BERRY BONE SPRING NORTH						
Property 175	Code 49	BE	RRY "A	APN" STA		operty	Name	e * Well Number 2					
'OGRID		Operator Name							' Elevation				
025575	<b>)</b>	YATES PETROLEUM CORPOR					ATION				3718		
<sup>10</sup> Surface Location													
UL or lot no.			Range	Range Lot Idn		the	North/South fine	Feet from the	East/West line C		Cogaty		
X &	5	21S	34E		990		SOUTH	330	EAST LE		LEA		
<sup>11</sup> Bottom Hole Location If Different From Surface													
UL or lot no.	Section	Township	Range	Lot Ida	Feet from	_	North/South line	Feet from the	East/Wes	u line	County		
<sup>11</sup> Dedicated Acres <sup>12</sup> Joint or Infill <sup>14</sup> Consolidation Code <sup>14</sup> Order No. 40													
NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED													
[ <del></del>		OR A	NON-ST	ANDARD	UNIT HA	s pe	EEN APPROVED	BY THE DIV	ISION				
16						.		<sup>17</sup> OPE	RATOR	CERT	<b>TIFICATION</b>		
								I hereby cert	ify that the information contained herein is				
								true and com	where so she t	vest of my	browledge and belief		
								(')	fton 1	R Î	$\mathcal{D}_{\alpha}$		
								Signature	fron 1	(. /	- (ung)		
						Clift				on R. May			
									Printed Name				
									Regulatory Agent				
									9-25-95				
								Date					
								<sup>18</sup> SURV	<b>EYOR</b>	CERT	IFICATION		
								I hereby cerry	ify that the w	di location	shows on this plat		
								was pload fi me or under	rom field now my supervisio	s of actua m. and the	I surveys made by at the same is true		
	.							and correct u					
									DING SM	20			
								Date of Sund	9 · · ·				
						7	///	/ H A Y A	i <mark>scal of Prof</mark> HERSCHEI		uvreyer:		
							033	ברטיפ וויבי	l. Jones	a			
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						Y	066		ED ANT				
								Certificate Nu	mber 36	540	-		

## **YATES DETROLEUM CORPORATION**



typical choke manifold assumby 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.
- 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.
- 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 to be located a safe distance from the rig floor.
- 9. Hole must be kept filled on trips below intermediate casing.