Submit 3 Copies To Appropriate District State of New Mexico Form C-103 Office May 27, 2004 Energy, Minerals and Natural Resources District I WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 30-015-20016 District II OIL CONSERVATION DIVISION 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Francis Dr. District III STATE FEE 🖂 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 6. State Oil & Gas Lease No. District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 7. Lease Name or Unit Agreement Name SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH Yates AS Fee PROPOSALS.) 8. Well Number 1. Type of Well: Oil Well Gas Well Other 2. Name of Operator 9. OGRID Number RECEIVED Yates Petroleum Corporation 025575 3. Address of Operator 10. Pool name or Wildcat FEB 2 3 2006 105 S. 4th Street, Artesia, NM 88210 Penasco Draw San Andres Yeso UUU-MATERIA 4. Well Location Unit Letter 2310 feet from the South line and 990 feet from the West line 25 Township 18S **NMPM** Range Eddy County Section 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3465'GR Pit or Below-grade Tank Application or Closure Pit type ______ Depth to Groundwater _____ Distance from nearest fresh water well ___ ____ Distance from nearest surface water ___ Pit Liner Thickness: Below-Grade Tank: Volume _bbls; Construction Material 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK □ REMEDIAL WORK ALTERING CASING □ TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS.□ PLUG AND ABANDON ☐ PULL OR ALTER CASING П MULTIPLE COMPL \Box **CASING/CEMENT JOB** \Box OTHER: OTHER: 13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion. Yates Petroleum Corporation plans to plug and abandon this well as follows: 1. RU safety equipment as needed. 2. Set a 7" CIBP at 1310' with 35' cement on top. 3. Circulate plugging mud and spot a 100' plug (25 sx) inside casing from 1094'-994'. Tag plug. 4. Spot 60' plug (15 sx) inside casing from 400' to surface. 5. Cut off wellhead and install dry hole marker, clean location and reclaim as per regulated. NOTE: Yates Petroleum Corporation will use steel pits and no earth pits Notify OCD 24 hrs. price To any work done I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or belowgrade tank has been/will be constructed pr closed according to NMOCD guidelines _, a general permit _ or an (attached) alternative OCD-approved plan _. SIGNATURE / TITLE Regulatory Compliance Supervisor DATE February 22, 2006 Tina Huerta E-mail address: tinah@ypcnm.com Telephone No. 505-748-1471 Type or print name For State Use Only TITLEFIELD of DATE 2/28/06

APPROVED BY:

Conditions of Approval (if any):

WELL NAME: Yates AS Fee #2 FIELD: Penasco Draw San Andres Yeso **LOCATION**: 2,310' FSL & 990' FEL of Section 25-16S-25E Eddy Co., NM **GL**: 3,465' ZERO: KB: **CASING PROGRAM** SPUD DATE: 3/3/67 COMPLETION DATE: 6/12/67 **COMMENTS**: API No.: 30-015-20016 9-5/8" 36.3# H-40 7" 26# 8R thd 517' 7" 23# 8R thd 4,873' **Before** 12-1/4" Hole **TOPS** San Andres D Glorieta 2,078 9-5/8" @ 1,044' w/1115 sx (Circ) Yeso 2,145' Abo SH 4,212' Wolfcamp 5,590' 8-3/4" Hole San Andres Perfs: 1,360-1,440' San Andres Perfs: 1,675-1,585'; San Andres Perfs: 2,160-2,240 Cement Plug @ San Andres Perfs: 2,430-2,350; 2,620-2,520 w/20 sx cmt San Andres Perfs: 3,190-3,130' Cement Plug @ 3,200-3,300 w/20 sx cmt Permanent Packer

Abo Perfs: 4,790'-4,935'

7" @ 5,389' w/1110 sx cmt (Circ)

TD: 5,917'

@ 4750'

Not to Scale 2/15/06 DC/Hioskins

1,044

5,389'

708'

