| Submit 3 Copies To Appropriate District<br>Office   | State of New Mexico                    |                           | Form C-103                                     |
|---|--|---------------------------|--|
| District I  | Energy, Minerals and Natural Resources |                           | May 27, 2004                                   |
| 1625 N. French Dr., Hobbs, NM 88240<br>District II  |  |                           | WELL API NO.<br>30-015-20038                   |
| 1301 W. Grand Ave., Artesia, NM 88210   | OIL CONSERVATI                         |                           | 5. Indicate Type of Lease                      |
| <u>District III</u><br>1000 Rio Brazos Rd., Aztec, NM 87410   | 1220 South St. I                       |                           | STATE SFEE                                     |
| District IV   | Santa Fe, NM                           | 1 87505                   | 6. State Oil & Gas Lease No.                   |
| 1220 S. St. Francis Dr., Santa Fe, NM<br>87505  |  |                           | 00.783   |
|   | TICES AND REPORTS ON WE                |                           | OG-783<br>7. Lease Name or Unit Agreement Name |
| (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A   |  |                           | 7. Dease reality of Olint Agreement Name       |
| DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)   |  |                           | Greasewood BD State                            |
| 1. Type of Well: Oil Well 🛛 Gas Well 🗌 Other  |  | 8. Well Number            |  |
| 2. Name of Operator   |  | RECEIVED                  | 9. OGRID Number                                |
| Yates Petroleum Corporat  | tion                                   |                           | 025575   |
| 3. Address of Operator  |  | FEB 2 3 2006              | 10. Pool name or Wildcat                       |
| 105 S. 4 <sup>th</sup> Street, Artesia,   | NM 88210                               | Ouumiteen                 | Penasco Draw San Andres Yeso                   |
| 4. Well Location  |  |                           |  |
| Unit Letter <u>F</u> :  | 2310 feet from theN                    | Iorth line and 2          | 2310 feet from the <u>West</u> line            |
| Section 5   |  | Range 25E                 | NMPM Eddy County                               |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)  |  |                           |  |
| 3595'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  |  |                           |  |
|   |  |                           |  |
|   |  |                           |  |
| 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  |  |                           |  |
| NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:   |  |                           |  |
| PERFORM REMEDIAL WORK 🗌 PLUG AND ABANDON 🖾 REMEDIAL WORK 🗌 ALTERING CASING 🗌  |  |                           |  |
| TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS. PLUG AND ABANDON   |  |                           |  |
| PULL OR ALTER CASING  | MULTIPLE COMPL                         | CASING/CEMENT             | JOB 🗌  |
| OTHER:  |  | OTHER:                    | П  |
| 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. POOH with production equipment and 4-1/2" casing w/Guiberson LV packer w/hold downs at 1361'.   |  |                           |  |
| 2. Set a 7" CIBP at 1240' with 35' cement on top.   |  |                           |  |
| <ol> <li>Circulate plugging mud and spot a 100' plug (25 sx) inside casing from 1050-950'. Tag plug.</li> <li>Spot a 441' plug (75 sx) inside casing from 441' to surface.</li> </ol> |  |                           |  |
| 5. POH with tubing filling casing with cement.  |  |                           |  |
| 6. Cut off wellhead and install dry hole marker, clean location and reclaim as per regulated.   |  |                           |  |
|   |  |                           |  |
| NOTE: Vatas Patroloum Comonati  | ion will and stack with and a sound    | J                         |  |
| NOTE: Yates Petroleum Corporation will use steel pits and no earth pits   |  |                           |  |
| Notify OCD 24 hrs. prio   |  |                           |  |
|   |  |                           | 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 below-                                     |  |                           |  |
| grade tank has been/will be constructed of closed according to NMOCD guidelines ], a general permit ] or an (attached) alternative OCD-approved plan ].                               |  |                           |  |
| SIGNATURE (June June TITLE Regulatory Compliance Supervisor DATE February 22, 2006  |  |                           |  |
|   |  |                           |  |
| Type or print name <u>Tina Hue</u>  | rta E-mail addre                       | ss: <u>tinah@ypcnm.co</u> | m Telephone No. <u>505-748-1471</u>            |
| For State Use Only  | 1. 0                                   | 1 1                       | , ,  |
| APPROVED BY:  | Tuhi TITLE                             | +4                        | DATE 2/28/06                                   |
| Conditions of Approval (if any):  |  |                           |  |





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