

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103

March 4, 2004

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-005-63408
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. LG-8138
7. Lease Name or Unit Agreement Name Hard As Nails AMD State Com
8. Well Number 4
9. OGRID Number 25575
10. Pool name or Wildcat Wildcat Basement

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
PROPOSALS.)

1. Type of Well:
Oil Well ☐ Gas Well ☒ Other

RECEIVED

2. Name of Operator
Yates Petroleum Corporation

JUN 13 2006

3. Address of Operator
105 South 4th Street, Artesia, New Mexico, 88210

OCD-ARTESIA

4. Well Location
Unit Letter: B : 660 feet from the North line and 1980 feet from the East line

Section 27 Township 9S Range 26E NMPM County Chaves

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3786'

Pit or Below-grade Tank Application (For pit or below-grade tank closures, a form C-144 must be attached)

Pit Location: UL B Sect 27 Twp 9S Rng 26E Pit type Drilling Depth to Groundwater 50 ft or more Distance from nearest fresh water well
1000' or more Distance from nearest surface water 1000' or more Below-grade Tank Location UL B Sect 27 Twp 9S Rng 26E
660 feet from the North line and 1980 feet from the East line

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:
PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPLETION ☐

SUBSEQUENT REPORT OF:
REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐
CASING TEST AND CEMENT JOB ☐

OTHER: ☐

OTHER: ☒ Extend APD

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 wishes to extend the captioned well's APD expiration date for one (1) year to
July 16, 2007

Sources at Yates Petroleum Corporation have relayed information to me that
they believe there will not be enough H2S anticipated from the surface to the Basement formation
to meet the OCD's minimum requirements for the submission of a contingency plan per Rule 118.

Thank you,

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 or closed according to NMOCD guidelines ☐, a general permit ☒ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Debbie L. Caffall TITLE Regulatory Agent/Land Department DATE June 12, 2006

Type or print name: Debbie L. Caffall E-mail address: debbiec@ypcnm.com Telephone No. (505) 748-4376

(This space for State use)

BRYAN G. ARRAnt
DISTRICT II GEOLOGIST

APPROVED BY

Conditions of approval: As a condition of approval if during pit construction water is encountered or if water seeps in pits after construction the **OCD MUST BE CONTACTED IMMEDIATELY!**

DATE

JUN 16 2006

As a condition of approval a pit closure plan must be approved prior to the commencement of closure operations.