

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
June 19, 2008

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

WELL API NO. 30-015-36305
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VO-6885
7. Lease Name or Unit Agreement Name Stogey BLG State Com
8. Well Number 1H
9. OGRID Number 025575
10. Pool name or Wildcat Willow Lake; Bone Spring

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	
2. Name of Operator Yates Petroleum Corporation	
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210	
4. Well Location Unit Letter A : 660 feet from the North line and 660 feet from the East line Unit Letter D : 660 feet from the North line and 330 feet from the West line Section 36 Township 24S Range 27E NMPM Eddy County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3079'GR	

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

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER: 7" casing <input checked="" type="checkbox"/>	

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.

8/18/08 - Set kickoff plug at 8050' to 7600' - 230 sx of 17#. Set 1st squeeze plug at 4117'-4040' - 55 sx of 13#. Squeezed cement from 4117'-4040'. Set 2nd squeeze plug at 3516'-3390' - 70 sx of 13#. Set 3rd squeeze plug at 3150'-2970' - 90 sx of 13#.
8/20/08 - Drilling cement plugs. WOC. Tagged at 3050'. Solid plug - good cement coming back over shakers. Drilled cement plug from 3302'-3446'. Drilled cement from 3446'-3775'. Drilled cement from 4040'-4114'. TIH to kickoff plug and tagged up at 7500'. Drilled cement from 7500'-7640'. Kick off plug good and solid. Drilled cement to 7753'.
8/24/08 - Set 7" 26# casing at 7753'. Cemented with 415 sx Litecrete + 0.125#/sx D130 + 2#/sx LCM + 0.2% D46 + 1% D153 + 0.3% D167 (yld 3.19, wt 9.9). Tailed in with 80 sx PVL + 1% D44 + 0.1% D13 + 0.2% D65 + 0.2% D167 (yld 1.40, wt 13). Cement circulated to surface. Reduced hole to 6-1/8" and resumed drilling. Drilled plug down to 7835' which is KOP.

Spud Date:		Rig Release Date:	
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I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Tina Huerta TITLE Regulatory Compliance Supervisor DATE September 4, 2008

Type or print name Tina Huerta E-mail address: tinah@ypcnm.com PHONE: 575-748-4168

For State Use Only

SEP 8 2008
Garry Guye, Deputy Field Inspector
NMOCD-District II ARTESIA

APPROVED BY: _____ TITLE _____ DATE _____

Conditions of Approval (if any):