

Submit 1 Copy 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  
October 13, 2009

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

WELL API NO. 30-015-21653
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. K-4942
7. Lease Name or Unit Agreement Name Arco EC State
8. Well Number 2
9. OGRID Number 025575
10. Pool name or Wildcat Wildcat; Cisco

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 ☐ P&A

2. Name of Operator  
Yates Petroleum Corporation

3. Address of Operator  
105 South Fourth Street, Artesia, NM 88210

4. Well Location  
Unit Letter I : 1980 feet from the South line and 1100 feet from the East line  
Section 36 Township 17S Range 25E NMPM Eddy County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
3445'GR

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 COMPL ☐  
DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:  
REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☒  
CASING/CEMENT JOB ☐

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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

1/11/10 -- Loaded casing and tested to 1000 psi, good. NU BOP.

1/12/10 -- Pumped 175 bbls, tubing was plugged. Pumped plug out, tied back on casing. Broke circulation. Pumping 4 BPM down casing. Washed 20' sand off RBP at 7937'. Lost circulation 25 bbls in. Latched onto RBP and released and POOH.

1/13/10 -- RIH and tagged up at 7992'. NMOCD approved setting 35 sx Class "H" cement plug at 7990'. Loaded hole with plugging mud. Pumped cement and WOC 3 hrs. RIH and tagged plug at 7589'. Spotted 25 sx Class "H" cement plug at 7417' across Canyon. TOC at 7078'. Spotted 25 sx Class "H" cement plug at 6777'. TOC at 6438'.

1/14/10 -- RIH and tagged plug at 6294'. Perforated holes at 5396'. Tied onto casing and pumped 15 bbls. Broke circulation up surface. Loaded 4-1/2" with mud, shut 4-1/2" in, opened surface. Pumped 40 sx Class "C" cement to give 160' inside and outside. Displace with 22 bbls. WOC. Tagged at 4485'. All cement flowed back into casing. Perforated holes at 4130'. Broke circulation up surface. Pumped 50 sx Class "C" cement. Displaced with 13 bbls. Shut surface in and pumped another 4 bbls to force cement down.

1/15-17/10 -- RIH and tagged plug at 3756'. Perforated holes at 2270'. Tied onto casing. Broke circulation. Pumped 35 sx Class "C" cement plug. Displaced to 2100'. WOC 2 hrs. RIH and tagged plug at 2073'. Perforated holes at 1310' and pumped 35 sx Class "C" plug. Displaced to 1150'. WOC 2 hrs. RIH and tagged at 1100'. Perforated holes at 422'. Circulated hole with 110 sx Class "C" cement. ND BOP.

1/19/10 -- Dug out cellar and cut off wellhead. Installed dry hole marker. Filled cellar back in. Dug out anchors. Cleaned location. **WELL IS PLUGGED AND ABANDONED.**

Spud Date:

Rig Release Date:

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 January 25, 2010

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

For State Use Only

APPROVED BY: [Signature] TITLE

Conditions of Approval (if any):

Approved for plugging of well bore only.  
Liability under bond is retained pending receipt of C-103 (Subsequent Report of Well Plugging) which may be found at OCD Web Page under Forms, www.oandd.state.nm.us/oandd.

DATE 1/26/2010