

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(505) 393-6161 Fax:(505) 393-0720
District II
1301 W. Grand Ave., Artesia, NM 88210
Phone:(505) 748-1283 Fax:(505) 748-9720
District III
1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-103
Permit 42506

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 1. Type of Well: ☐		WELL API NUMBER 30-015-34733
		5. Indicate Type of Lease S
		6. State Oil & Gas Lease No.
2. Name of Operator YATES PETROLEUM CORPORATION		7. Lease Name or Unit Agreement Name LOVING AIB STATE
3. Address of Operator 105 S 4TH ST , ARTESIA , NM 88210		8. Well Number 005
4. Well Location Unit Letter <u>N</u> : <u>330</u> feet from the <u>S</u> line and <u>1650</u> feet from the <u>W</u> line Section <u>16</u> Township <u>23S</u> Range <u>28E</u> NMPM <u>Eddy</u> County		9. OGRID Number 25575
11. Elevation (Show whether DR, KB, BT, GR, etc.) 3028 GR.		10. Pool name or Wildcat
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: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____		

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 OF PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
Other:

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTER CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDON ☐
CASING/CEMENT JOB ☐
Other: **Drilling/Cement** ☒

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.
11/22/06 Resumed drilling at 5:30 PM.
11/23/06 Set 9-5/8" 36# J-55 casing at 300'. Cemented with 320 sx Class "C" + 2% CaCl2 (yld 1.32, wt 14.8). Cement circulated to surface. Tested casing to 1400 psi for 30 min. WOC 50 hrs 15 min. Reduced hole to 7-7/8" and resumed drilling.
12/4/06 Reached TD 6300'. Set 5-1/2" 15.5# J-55 LT&C casing at 6300'. Float collar at 6256'. Cemented stage 1 with 200 sx PVL with additives (yld 1.40, wt 13). Stage 2 with 1000 sx 35:65:6 Poz "C" with additives (yld 1.91, wt 12.7). Tailed in with 300 sx PVL with additives (yld 1.40, yld 13). **11/15/2006** Spudded well.

Casing and Cement Program

Date	String	Fluid Type	Hole Size	Csg Size	Weight lb/ft	Grade	Est TOC	Dpth Set	Sacks	Yield	Class	1" Dpth	Pres Held	Pres Drop	Open Hole
12/04/06	Surf		14.75	9.625	36		0	300	320						
	Prod		7.875	5.5	15.5		0	6300	1500						

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 Electronically Signed TITLE DATE 12/13/2006
Type or print name Shirley Pruitt E-mail address shirleyp@ypcnm.com Telephone No. 505-748-4356

For State Use Only:

APPROVED BY: Bryan Arrant TITLE Geologist DATE 12/14/2006 7:08:29 AM

Drilling Comments

OGRID: [25575] YATES PETROLEUM CORPORATION

Permit Number: 42506

Permit Type: Drilling

Created By	Comment	Comment Date
TINAH	Submitted by Tina Huerta, Regulatory Compliance Supervisor	12/13/2006