

District I
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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 43390

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.)		WELL API NUMBER 30-015-35164
1. Type of Well:S		5. Indicate Type of Lease S
2. Name of Operator YATES PETROLEUM CORPORATION		6. State Oil & Gas Lease No.
3. Address of Operator 105 S 4TH ST , ARTESIA , NM 88210		7. Lease Name or Unit Agreement Name OHKAY SWD
4. Well Location Unit Letter N : 990 feet from the S line and 2310 feet from the W line Section 6 Township 25S Range 30E NMPM Eddy County		8. Well Number 003
11. Elevation (Show whether DR, KB, BT, GR, etc.) 3172 GR.		9. OGRID Number 25575
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 _____		10. Pool name or Wildcat

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.
11/20/06 Reached TD 4450' at 11:00 AM.
11/22/06 Set 7" 23# J-55 casing at 4450'. Float collar at 4406'. Cemented stage 1 with 50 sx PVL (yld 2.0, wt 11). Tailed in with 950 sx PVL + 0.2% D13 + 0.3% D167 + 4#/sx + 1% D44 + 0.2% D46 + 0.2% D65 (yld 1.41, wt 13). Cemented stage 2 with 1250 sx 35:65:6 Poz "C" + 0.125#/sx D130 + 5#/sx D24 + 1% S1 (yld 1.97, wt 12.6). Tailed in with 100 sx "C" (yld 1.32, wt 14.8). Cement circulated to surface.11/7/2006 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
11/13/06	Surf		17.5	13.375	48		0	723	655						
11/22/06	Prod		12.25	7	23		0	4450	2350						

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 12/14/2006
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 12/15/2006 11:39:59 AM

Drilling Comments

OGRID: [25575] YATES PETROLEUM CORPORATION

Permit Number: 43390

Permit Type: Drilling

Created By	Comment	Comment Date
TINAH	Submitted by Tina Huerta, Regulatory Compliance Supervisor	12/14/2006