

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 44731

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 30-025-38184
		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 MERLE STATE UNIT
3. Address of Operator 105 S 4TH ST , ARTESIA , NM 88210		8. Well Number 006
4. Well Location Unit Letter <u>G</u> : <u>1800</u> feet from the <u>N</u> line and <u>2310</u> feet from the <u>E</u> line Section <u>14</u> Township <u>10S</u> Range <u>34E</u> NMPM Lea County		9. OGRID Number 25575
11. Elevation (Show whether DR, KB, BT, GR, etc.) 4180 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.
12-31-06 TD 12-1/4" hole to 4257'. Set 9-5/8" 36# and 40# casing @ 4257'. Cemented w/1260 sx 35-65-6 POZ "C" and tailed in w/200 sx Class "C". Cement circulated to surface. WOC 33 hrs, 30 mins. Reduced hole to 8-3/4" and resumed drilling. **12/12/2006** 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
12/21/06	Surf		17.5	13.375	48	H40	0	426	400		C				
01/01/07	Int1		12.25	9.625	36		0	4257	1460		C				

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 1/11/2007
Type or print name Shirley Pruitt E-mail address shirleyp@ypcnm.com Telephone No. 505-748-4356

For State Use Only:

APPROVED BY: Chris Williams TITLE District Supervisor DATE 1/16/2007 9:22:46 AM