

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

Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

WELL API NUMBER
30-015-346715. Indicate Type of Lease
P

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name
WRIGHT JA8. Well Number
0069. OGRID Number
25575

10. Pool name or Wildcat

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:G

2. Name of Operator

YATES PETROLEUM CORPORATION

3. Address of Operator

105 S 4TH ST , ARTESIA , NM 88210

4. Well Location

Unit Letter E : 2310 feet from the N line and 1650 feet from the W line
Section 34 Township 18S Range 26E NMPM Eddy County

11. Elevation (Show whether DR, KB, BT, GR, etc.)

3362 GR.

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.

1/22/08 Resumed drilling at 10:30 AM.

1/24/08 Set 8-5/8" 24# J-55 casing at 1010'. Cemented with 100 sx Thixset + 10# Calseal + 0.125# Poly-E-Flake + 1% CaCl2 (yld 1.64, wt 14.2). Tailed in with 300 sx Halliburton Lite Premium Plus SBM + 3# Pheno-seal + 0.125# Poly-E-Flake + 1% CaCl (yld 2.00, wt 12.5) and 200 sx Premium Plus + 2% CaCl (yld 1.35, wt 14.8). Ran temperature survey and found TOC at 570'. Pumped 1" cement job with 800 sx Class "C" with additives. Tagged at 45'. Notified NMOCD and filled with redi-mix to surface. Tested casing to 600 psi for 30 min. WOC 53 hrs. Reduced 1/15/2008 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
01/25/08	Surf		12.25	8.625	24		0	1010	1400						

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 2/11/2008

Type or print name Monti Sanders

E-mail address montis@ypcnm.com

Telephone No. 575-748-4244

For State Use Only:

APPROVED BY: Bryan Arrant

TITLE Geologist

DATE 2/18/2008 11:28:24 AM