

Submit To Appropriate District Office
 State Lease - 6 copies
 Fee Lease - 5 copies
 District I
 1625 N. French Dr., Hobbs, NM 88240
 District II
 1301 W. Grand Avenue, 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

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

Form C-105
 Revised June 10, 2003

WELL API NO.
 30-025-37799
 5. Indicate Type of Lease
 STATE FEE
 State Oil & Gas Lease No.

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. Type of Well:
 OIL WELL GAS WELL DRY OTHER
 b. Type of Completion:
 NEW WORK DEEPEN PLUG DIFF.
 WELL OVER BACK RESVR.

7. Lease Name or Unit Agreement Name
 Lotus ALT State

2. Name of Operator
 Yates Petroleum Corporation

8. Well No.
 12

3. Address of Operator
 105 South Fourth Street, Artesia, NM 88210 (505) 748-1471

9. Pool name or Wildcat
 Livingston Ridge; Delaware, Southeast

4. Well Location
 Unit Letter B : 330 Feet From The North Line and 2310 Feet From The East Line
 Section 32 Township 22S Range 32E NMPM Lea County

10. Date Spudded RH 6/30/06 RT 7/6/06	11. Date T.D. Reached 7/22/06	12. Date Compl. (Ready to Prod.) 9/17/06	13. Elevations (DF& RKB, RT, GR, etc.) 3553'GR 3570'KB	14. Elev. Casinghead
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15. Total Depth 8600'	16. Plug Back T.D. 8554'	17. If Multiple Compl. How Many Zones?	18. Intervals Drilled By Rotary Tools 59'-8600'	Cable Tools
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19. Producing Interval(s), of this completion - Top, Bottom, Name
 6772'-8386' Delaware

20. Was Directional Survey Made
 No

21. Type Electric and Other Logs Run
 CNL, Hi-Res Laterolog Array, CBL

22. Was Well Cored
 No

23. CASING RECORD (Report all strings set in well)

CASING SIZE	WEIGHT LB./FT.	DEPTH SET	HOLE SIZE	CEMENTING RECORD	AMOUNT PULLED
20"	Conductor	59'	26"	150 sx Redi-mix	
13-3/8"	48#	865'	17-1/2"	780 sx (circ)	
8-5/8"	24#, 32#	4527'	11"	1310 sx (circ)	
5-1/2"	15.5#, 17#	8600'	7-7/8"	1250 sx (TOC 2650' est.)	

24. LINER RECORD					25. TUBING RECORD		
SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN	SIZE	DEPTH SET	PACKER SET
					2-7/8"	8422'	

26. Perforation record (interval, size, and number)
 8334'-8342' (17) 7478'-7484' (13) 7012'-7112' (11)
 8374'-8386' (25) 6772'-6786' (15) 7190'-7194' (5)
 7818'-7824' (12) 6948'-6952' (5)
 7408'-7416' (17) 6986'-6990' (5)

27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.
 DEPTH INTERVAL AMOUNT AND KIND MATERIAL USED
 SEE ATTACHED SHEET

28. PRODUCTION

Date First Production 9/18/06		Production Method (Flowing, gas lift, pumping - Size and type pump) Pumping			Well Status (Prod. or Shut-in) Producing		
Date of Test 9/23/06	Hours Tested 24 hrs	Choke Size NA	Prod'n For Test Period 18	Oil - Bbl 18	Gas - MCF 36	Water - Bbl. 397	Gas - Oil Ratio NA
Flow Tubing Press. NA	Casing Pressure NA	Calculated 24-Hour Rate	Oil - Bbl. 18	Gas - MCF 36	Water - Bbl. 397	Oil Gravity - API - (Corr.) NA	

29. Disposition of Gas (Sold, used for fuel, vented, etc.)
 Sold

Test Witnessed By
 Joe Palma

30. List Attachments
 Logs and Deviation Survey

31. I hereby certify that the information shown on both sides of this form as true and complete to the best of my knowledge and belief

Signature Tina Huerta Printed. Name Tina Huerta Title Regulatory Compliance Supervisor Date October 2, 2006
 E-mail Address tinah@ypcnm.com

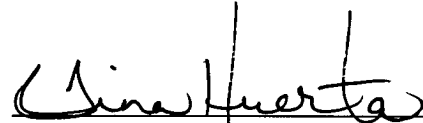
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Yates Petroleum Corporation
Lotus ALT State #12
Section 32-T22S-R32E
Lea County, New Mexico
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Form C-105 continued:

27. Acid, Shot, Fracture, Cement, Squeeze, Etc.

<u>Depth Interval</u>	<u>Amount and Kind Material Used</u>
8334'-8386'	Frac w/a water frac, 1013 bbls fluid, 80,300# Expedite
7818'-7824'	Spotted 15g acid
7408'-7484'	Frac w/a water frac, 862 bbls fluid, 55,000# 20/40 Expedite
7102'-7194'	Acidize w/1000g 7-1/2% HCL acid with 25 ball sealers
6948'-6990'	Acidize w/750g 7-1/2% HCL acid with 15 ball sealers
6772'-6786'	Acidize w/1000g 7-1/2% HCL acid with 25 ball sealers


Tina Huerta
Regulatory Compliance Supervisor
October 2, 2006

