

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 73696

|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |  |                                 |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|---------------------------------|
| <b>SUNDRY NOTICES AND REPORTS ON WELLS</b><br>(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.)<br>1. Type of Well:G<br>2. Name of Operator<br>YATES PETROLEUM CORPORATION<br>3. Address of Operator<br>105 S 4TH ST , ARTESIA , NM 88210<br>4. Well Location<br>Unit Letter <u>G</u> : <u>2150</u> feet from the <u>N</u> line and <u>1780</u> feet from the <u>E</u> line<br>Section <u>21</u> Township <u>10S</u> Range <u>26E</u> NMPM <u>Chaves</u> County |  | WELL API NUMBER<br>30-005-64003 |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |  | 5. Indicate Type of Lease<br>P  |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |  | 6. State Oil & Gas Lease No.    |
| 7. Lease Name or Unit Agreement Name<br>ORECK BDO COM                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |  |                                 |
| 8. Well Number<br>001                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |  |                                 |
| 9. OGRID Number<br>25575                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |  |                                 |
| 10. Pool name or Wildcat                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |  |                                 |
| 11. Elevation (Show whether DR, KB, BT, GR, etc.)<br>3691 GR.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |  |                                 |
| Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/><br>Pit Type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____<br>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.  
4/5/08 Resumed drilling at 10:00 PM.  
4/6/08 Set 11-3/4" 42# H-40 casing at 600'. Cemented with 200 sx 35.65:6 Poz "C" + 0.125#/sx D130 + 6% D20 + 5#/sx D24 + 2% S1 (yld 1.93, wt 12.7). Tailed in with 200 sx Class "C" + 2% S1 (yld 1.34, wt 14.8). Cement circulated to surface. Tested casing to 1000 psi for 30 min. WOC 19 hrs 25 min. Reduced hole to 7-7/8" and resumed drilling. **4/1/2008** 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 |
|----------|--------|------------|-----------|----------|--------------|-------|---------|----------|-------|-------|-------|---------|-----------|-----------|-----------|
| 04/06/08 | Surf   |            | 14.75     | 11.75    | 42           |       | 0       | 600      | 400   |       |       |         |           |           |           |

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 4/23/2008  
Type or print name Monti Sanders E-mail address montis@ypcnm.com Telephone No. 575-748-4244

**For State Use Only:**

APPROVED BY: Tim Gum TITLE District Supervisor DATE 4/24/2008 10:25:39 AM