Submit 3 Copies To Appropriate District State of New Mexico Form C-103 Office March 4, 2004 Energy, Minerals and Natural Resources District I WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 District II 30-5-63599- 6255 OIL CONSERVATION DIVISION 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease District III 1220 South St. Francis Dr. STATE XX 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 FEE \square District IV 1220 S. St. Francis Dr., Santa Fe, NM 6. State Oil & Gas Lease No. 87505 LG-8138 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A Hard As Nails AMD State Com. DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) Well Number 1. Type of Well: 3 Gas Well XX Other Oil Well 2. Name of Operator 9. OGRID Number **RECEIVED** Yates Petroleum Corporation 025575 3. Address of Operator 10. Pool name or Wildcat AUG 1 2 2004 105 South 4th Street, Artesia, New Mexico, 88210 Undes. Foor Wolfcamp OCO ARTERIA 4. Well Location Unit Letter: J: 1980 feet from the South line and 1980 feet from the East line 9S Range County Chaves Section Township 26E NMPM 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3803.2' GR Pit or Below-grade Tank Application (For pit or below-grade tank closures, a form C-144 must be attached) Pit Location: UL J Sect 27 Twp 98 Rng 26E Pit type Drilling Depth to Groundwater n/a Distance from nearest fresh water well n/a Distance from nearest surface water n/a Below-grade Tank Location UL Sect Twp Rng feet from the _____line and _____feet from the ___ 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐ REMEDIAL WORK ☐ ALTERING CASING ☐ TEMPORARILY ABANDON CHANGE PLANS П COMMENCE DRILLING OPNS.□ PLUG AND **ABANDONMENT** PULL OR ALTER CASING MULTIPLE \Box CASING TEST AND COMPLETION CEMENT JOB OTHER: OTHER: XX Extend APD 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. Yates Petroleum Corporation request to extend the captioned well's APD expiration date for one (1) year to September 11, 2005. A drilling pit will be constructed at this wellsite under Yates Petroleum Corporation general plan that was approved by OCD on April 15, 2004. Sources at Yates Petroleum Corporation have relayed information to me that they believe there will not be enough H2S anticipated from the surface to the Ordovician Formation to meet the OCD's minimum requirements for the submission of a contingency plan per Rule 118. Thank you, 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 XX or an (attached) alternative OCDapproved plan . TITLE Regulatory Technician/Land Department DATE August 5th, 2004 SIGNATURE \ Type or print name: Debbie L. Caffall E-mail address: debbiec@ypcnm.com Telephone No. (505) 748-4371 (This space for State use) TIM W. GUM DISTRICT II SUPERVISOR CEMENT TO COVER ALL OIL, AUG 1 7 2004 APPPROVED BY

Conditions of approval, if any:

GAS AND WATER BEARING ZONES 1. e. Glariera