Form C-103 State of New Mexico **Submit 3 Copies to Appropriate District** Office Revised March 25, 1999 **Energy. Minerals and Natural Resources** District I WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 30-005-63599-**6255**3 District II OIL CONSERVATION DIVISION 811 South First, Artesia, NM 88210 5. Indicate Type of Lease District III 2040 South Pacheco St. STATE X FEE 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 6. State Oil & Gas Lease No. District IV 2040 South Pacheco, Santa Fe, NM 87505 LG-8138 7. Lease Name or Unit Agreement Name: SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 1. Type of Well: Hard As Nails AMD State Com. Oil Well Gas Well Other RECEIVED 8. Well No. 2. Name of Operator Yates Petroleum Corporation SEP 1 5 2004 9. Pool name or Wildcat 3. Address of Operator OCH:ARTESIA 105 South Fourth Street, Artesia, New Mexico 88210 Foor Ranch: Pre Permian 4. Well Location : 1980' line and 1980' feet from the South Unit Letter: J feet from the East line County Chaves Section 26E Township 9S Range **NMPM** 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3808.2' 11. 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** COMMENCE DRILLING OPNS. **PLUG AND** ABANDONMENT **PULL OR ALTER CASING MULTIPLE CASING TEST AND** COMPLETION **CEMENT JOB** OTHER: Change Spacing Unit X OTHER: 12. 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 requests to change the spacing unit to the E/2 from the S/2, as shown on the attached plat. YPC further certifies that the drilling pit will be constructed according to a general permit. Thank you.

I hereby certify matthe information above is true and complete to the best of my knowledge and belief.

SIGNATURE

TITLE

Regulatory Agent

Telephone No. (505) 748-1471

(This space for State use)

APPROVED BY

TIM W. GUM

DISTRICT II SUPERVISOR

DATE

SEP 1 6 2004

Conditions of approval, if any:

District ?

1625 N. French Dr., Hobbs, NM 88240

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised August 15, 2000

District II

811 South First, Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

OIL CONSERVATION DIVISION 1220 South St. Francis Dr.

Santa Fe, NM 87505

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT 1 API Number Undes. Foor Ranch Pre Permian ⁴ Property Code ⁵ Property Name Well Number Hard As Nails AMD State Com. 7 OGRID No. ⁸ Operator Name ⁹ Elevation 025575 **Yates Petroleum Corporation** 3808.2 ¹⁰ Surface Location

UL or lot no. Section Township Range Lot Idn North/South line Feet from the Feet from the East/West line County 27 95 26E 1980 South 1980 East Chaves

Bottom Hole Location If Different From Surface UL or lot no. Section Township Lot Idn Feet from the North/South line East/West line County 12 Dedicated Acres ¹³ Joint or Infill 15 Order No. ¹⁴ Consolidation Code 320

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A

