es To Appropriate District State of New Mexico Form C-103 May 27, 2004 Energy, Minerals and Natural Resources WELL API NO. N. French Dr., Hobbs, NM 88240 30-005-63745 **OIL CONSERVATION DIVISION** 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Francis Dr. STATE | 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 6. State Oil & Gas Lease No. District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 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 Sonar BGO State Com PROPOSALS.) 8. Well Number 1. Type of Well: Oil Well Gas Well Other RECEIVED 2. Name of Operator 9. OGRID Number JUN 1 3 2005 Yates Petroleum Corporation 025575 10. Pool name or Wildcat 3. Address of Operator **DOD: AHTEOM** 105 S. 4th Street, Artesia, NM 88210 Lea Lake; Pre-Permian 4. Well Location Unit Letter 1980 feet from the 1980 North line and feet from the East line 36 Township 11S Range 26E **NMPM** Chaves Section County 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3728'GR Pit or Below-grade Tank Application or Closure ___ Depth to Groundwater ____ Distance from nearest fresh water well ______ Distance from nearest surface water bbls; Construction Material Pit Liner Thickness: Below-Grade Tank: Volume 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 COMMENCE DRILLING OPNS. PLUG AND ABANDON **PULL OR ALTER CASING** П MULTIPLE COMPL П CASING/CEMENT JOB OTHER: 5' new hole 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. 6/8/05 - TD 20'. Made 5' new hole at 10:30 AM. Hole size 12-1/4". 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 belowgrade tank has been/will be constructed of closed according to NMOCD guidelines ____, a general permit _____ or an (attached) alternative OCD-approved plan _____. TITLE Regulatory Compliance Supervisor DATE June 10, 2005 SIGNATURE Tina Huerta _____ E-mail address: __tinah@ypcnm.com Telephone No. 505-748-1471 Type or print name _ JUN 1 5 2005 **For State Use Only** FOR RECORDS ONLY APPROVED BY: TITLE DATE

Conditions of Approval (if any):