

Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., 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

Form C-103
May 27, 2004

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-015-33733
5. Indicate Type of Lease STATE ☒ FEE ☐
6. State Oil & Gas Lease No. VO-2097
7. Lease Name or Unit Agreement Name Clayton BFO State Com
8. Well Number 1
9. OGRID Number 025575
10. Pool name or Wildcat Wildcat Chester

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: Oil Well ☐ Gas Well ☒ Other

2. Name of Operator
Yates Petroleum Corporation

3. Address of Operator
105 S. 4th Street, Artesia, NM 88210

4. Well Location
Unit Letter I : 1980 feet from the South line and 660 feet from the East line
Section 16 Township 19S Range 26E NMPM Eddy County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3354'GR

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____

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:		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 ☐	MULTIPLE COMPL ☐	CASING/CEMENT JOB ☐	
OTHER: ☐		OTHER: Surface casing ☒	

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.

7/24/05 – Resumed drilling at 1:15 PM. Lost all returns at 101'. Mixed 1 sweep – did not regain returns. TIH and pumped sweep. Returns came up between staris and light house. Pumped 3rd sweep and regained returns. Drilled to 160'. Drilled to 294' – returns washing out pad and cellar. Cemented with 700 sx Class "C" + 2% CaCl₂. Circulated cement to surface and cellar. WOC. Drilled cement.

7/27/05 – Set 13-3/8" 48# casing at 900'. Cemented with 200 sx Thixad + 10#/sx Gilsonite + 1/2#/sx Celloflake + 2% CaCl₂ (yld 1.65, wt 14.2) and 610 sx 35:65:6 Hal Lite + 1/4# Celloflake + 2% CaCl₂ (yld 1.98, wt 12.5). Tailed in with 200 sx "C" + 2% CaCl₂ (yld 1.35, wt 14.8). WOC 6 hrs to run temp survey. NOTE: Pumped frac gel and 50 sx Thixad – mixing equipment plugged off. Cement did not circulate. Run Temperature survey and found TOC at 160'. Ran 1" cement with 150 sx Class "C" with additives. Tested casing to 600 psi for 30 min. WOC 45 hrs 15 min. Reduced hole to 8-3/4" and resumed drilling.

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 Tina Huerta TITLE Regulatory Compliance Supervisor DATE August 8, 2005

Type or print name Tina Huerta E-mail address: tinah@ypcnm.com Telephone No. 505-748-1471

For State Use Only

APPROVED BY: _____ TITLE _____

Conditions of Approval (if any): _____

AUG 19 2005
DATE