<u>District I</u> State of New Mexico Form C-103 1625 N. French Dr., Hobbs, NM 88240 Permit 35443 Energy, Minerals and Natural Resources Phone:(505) 393-6161 Fax:(505) 393-0720 WELL API NUMBER Oil Conservation Division 1301 W. Grand Ave., Artesia, NM 88210 30-025-38016 Phone:(505) 748-1283 Fax:(505) 748-9720 1220 S. St Francis Dr. Santa Fe, NM 87505 Indicate Type of Lease 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170 1220 S. St Francis Dr., Santa Fe, NIM 87505 State Oil & Gas Lease No. Phone:(505) 476-3470 Fax:(505) 476-3462 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 DOOR BIW STATE A DIFFRENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH 8. Well Number PROPOSALS.) 001Y Type of Well: () 9. OGRID Number 2. Name of Operator VATES PETROLELIM CORPORATION 25575 3. Address of Operator 10. Pool name or Wildcat. 105 S 4TH ST, ARTESIA, NM 88210 4. Well Location 2310 S 610 E Unit Letter feet from the line and feet from the line 16S 35E NMPM Lea Section Township Range County Elevation (Show whether DR, KB, BT, GR, etc.) 3965 GR Pit or Below-grade Tank Application or Closure __ Depth to Groundwater_ Distance from nearest fresh water well_ Distance from nearest surface water_ Pit Type Below-Grade Tank: Volume_ bbls; Construction Material Pit Liner Thickness: mil Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: ALTER CASING PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐ REMEDIAL WORK TEMPORARILY ABANDON | CHANGE OF PLANS PLUG AND ABANDON | COMMENCE DRILLING OPNS. | PULL OR ALTER CASING ☐ MULTIPLE COMPL CASING/CEMENT JOB Other Other: Drilling/Cement X 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. 7-24-06 TD 17-1/2" hole to 1895'. Set 13-3/8" 48# and 54.5# casing @ 1895'. Cemented w/1250 sx Halliburton Lite Premium Plus w/additives and tailed in w/ 250 sx Premium Plus. Cement circulated to surface. WOC 29 hrs, 45 mins. Reduced hole to 12-1/4" and resumed drilling,7/20/2006 Spudded well. Casing and Cement Program Fluid Hole Csg Weight Est Doth Pres Pres Open Grade String Sacks Yield Class Туре Size Size Ib/ft TOC Set Dpth Held Drop Hole 07/25/06 13.375 1500 17.5 48 0 1895 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 beenAvill be constructed or closed according to NMOCD guidelines 🦶, a general permit 🗀 or an (attached) alternative OCD-approved plan SIGNATURE Electronically Signed TITLE DATE 8/3/2006

E-mail address shirleyp@ypcnm.com

TITLE Geologist

Telephone No. 505-748-4356

DATE 8/4/2006 12:57:55 PM

Type or print name Shirley Pruitt

Paul Kautz

For State Use Only: APPROVED BY: