

District II1301 W. Grand Ave., Artesia, NM 88210
Phone:(505) 748-1283 Fax:(505) 748-9720District III1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170District IV1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462**State of New Mexico**

Energy, Minerals and Natural Resources

Oil Conservation Division**1220 S. St Francis Dr.****Santa Fe, NM 87505**

WELL API NUMBER

30-025-37979

5. Indicate Type of Lease

S

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

MERLE STATE UNIT

8. Well Number

007

9. OGRID Number

25575

10. Pool name or Wildcat

SUNDRY NOTICES AND REPORTS ON WELLS

(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: ☐

2. Name of Operator

YATES PETROLEUM CORPORATION

3. Address of Operator

105 S 4TH ST , ARTESIA , NM 88210

4. Well Location

Unit Letter J : 1980 feet from the S line and 1650 feet from the E line
Section 14 Township 10S Range 34E NMPM Lea County

11. Elevation (Show whether DR, KB, BT, GR, etc.)

4178 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:**PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐TEMPORARILY ABANDON ☐ CHANGE OF PLANS ☐PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

Other:

SUBSEQUENT REPORT OF:REMEDIAL WORK ☐ ALTER CASING ☐COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDON ☐CASING/CEMENT JOB ☐Other: **Drilling/Cement** ☒

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.

10-29-06 TD 7-7/8" hole to 9314'. Set 5-1/2" 15.5# and 17# casing @ 9314'. Cemented w/900 sx 35:65:6 POZ "H" and tailed in w/600 sx PVL Plus. TOC calculated @ 3700' **9/23/2006** Spudded well.**Casing and Cement Program**

Date	String	Fluid Type	Hole Size	Csg Size	Weight lb/ft	Grade	Est TOC	Dpth Set	Sacks	Yield	Class	1" Dpth	Pres Held	Pres Drop	Open Hole
09/30/06	Surf		14.75	11.75	42	H40	0	430	345		C				
10/09/06	Int1		11	8.625	32		0	4207	1280		C				
10/30/06	Prod		7.875	5.5	17	J55	3700	9314	1500		H				

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 Electronically Signed

TITLE

DATE 11/6/2006

Type or print name Shirley Pruitt

E-mail address shirleyp@ypcnm.com

Telephone No. 505-748-4356

For State Use Only:

APPROVED BY: Chris Williams

TITLE District Supervisor

DATE 11/7/2006 10:14:21 AM