

District I  
1625 N. French Dr., Hobbs, NM 88240  
Phone:(505) 393-6161 Fax:(505) 393-0720  
District II  
1301 W. Grand Ave., Artesia, NM 88210  
Phone:(505) 748-1283 Fax:(505) 748-9720  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
Phone:(505) 334-6178 Fax:(505) 334-6170  
District IV  
1220 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**

Form C-103  
Permit64872

|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |  |                                 |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|---------------------------------|
| <b>SUNDRY NOTICES AND REPORTS ON WELLS</b><br>(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFRENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)<br>1. Type of Well:G<br>2. Name of Operator<br>YATES PETROLEUM CORPORATION<br>3. Address of Operator<br>105 S 4TH ST , ARTESIA , NM 88210<br>4. Well Location<br>Unit Letter P : 990 feet from the S line and 660 feet from the E line<br>Section 36 Township 24S Range 27E NMPM Eddy County |  | WELL API NUMBER<br>30-015-35838 |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |  | 5. Indicate Type of Lease<br>S  |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |  | 6. State Oil & Gas Lease No.    |
| 7. Lease Name or Unit Agreement Name<br>GURKHA BKG STATE COM                                                                                                                                                                                                                                                                                                                                                                                                                                              |  |                                 |
| 8. Well Number<br>001                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |  |                                 |
| 9. OGRID Number<br>25575                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |  |                                 |
| 10. Pool name or Wildcat                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |  |                                 |
| 11. Elevation (Show whether DR, KB, BT, GR, etc.)<br>3096 GR                                                                                                                                                                                                                                                                                                                                                                                                                                              |  |                                 |
| Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/><br>Pit Type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____<br>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: Spud ☒

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.

11/19/2007 Spudded well.

11/19/07 Spudded 26" conductor hole at 8:30 AM. Set 40' of 20" conductor.

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 11/20/2007

Type or print name Shirley Pruitt E-mail address shirleyp@ypcnm.com Telephone No. 505-748-4356

**For State Use Only:**

APPROVED BY: Bryan Arrant TITLE Geologist DATE 11/29/2007