Submit 3 Copies To Appropriate District State of New Mexico Form C-103 March 4, 2004 Energy, Minerals and Natural Resources District I WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 30-015-32578 District II OIL CONSERVATION DIVISION 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease District III 1220 South St. Francis Dr. STATE XX 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 District IV 1220 S. St. Francis Dr., Santa Fe, NM 6. State Oil & Gas Lease No. 87505 E-10165 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 State AU Com. DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) Well Number 1. Type of Well: RECEIVED 3 Gas Well XX Other Oil Well DEC - 9 2004 9. OGRID Number 2. Name of Operator Yates Petroleum Corporation OUN-ARTEQUE 025575 10. Pool name or Wildcat 3. Address of Operator 105 South 4th Street, Artesia, New Mexico, 88210 Undesignated Boyd Morrow 4. Well Location Unit Letter: P: 990 feet from the South line and 660 feet from the East line Township 18S Range NMPM County Eddy 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3516' GR Pit or Below-grade Tank Application (For pit or below-grade tank closures, a form C-144 must be attached) Pit Location: UL P Sect 33 Twp 185 Rng 25E Pit type Drilling Depth to Groundwater 300' Distance from nearest fresh water well 5000' Distance from nearest surface water <u>500'</u> Below-grade Tank Location UL_____Sect____Twp____Rng____; feet from the line and feet from the 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 П COMMENCE DRILLING OPNS.□ PLUG AND \Box **ABANDONMENT** PULL OR ALTER CASING **MULTIPLE** П CASING TEST AND COMPLETION **CEMENT JOB** OTHER: OTHER: XX Extend APD 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. Yates Petroleum Corporation request to extend the captioned well's APD expiration date for one (1) year to January 14, 2006. Any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines with an approved general permit on file. Sources at Yates Petroleum Corporation have relayed information to me that they believe there will be enough H2S anticipated from the surface to the Morrow Formation to meet the OCD's minimum requirements for the submission of a contingency plan per rule 118. Thank you, 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 XX or an (attached) alternative OCDapproved plan . TITLE Regulatory Technician/Land Department DATE December 6th, 2004 SIGNATURE E-mail address: debbiec@ypcnm.com Telephone No. (505) 748-1471 Type or print name: Debbie L. Caffall (This space for State use) TIM W. GUM DEC 1 6 2004 APPPROVED BY DATE DISTRICT II SUPERVISOR

Conditions of approval, if any: