

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. 30-015-33173
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Kylie AYW
8. Well Number 1
9. OGRID Number 025575
10. Pool name or Wildcat Mississippian

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 K : 1650 feet from the South line and 1980 feet from the West line
Section 13 Township 23S Range 27E NMPM Eddy County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3094'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 PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER: Plugback and perforate Bone Springs ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDON ☐
CASING/CEMENT JOB ☐

OTHER: ☐

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 plans to plugback and perforate Bone Springs as follows: Load hole with KCL water and POOH with tubing and AS-1 packer now set at 11,850'. Set CIBP at 11,910' with 35' cement. Cut and pull 4-1/2" casing from 10,600'. Cement top behind 4-1/2" casing is 10,740' per BWWC CBL run on 12/29/04. GIH with 2-3/8" tubing to 10,900' inside the 4-1/2" stub and spot cement plug up to 10,550'. This cement plug will cover the 7" casing shoe depth at 10,838' and the 4-1/2" stub at 10,600'. Run GR/CCL/CBL from 8500' up to TOC behind 7" casing with 1000 psi on casing. Perforate Bone Springs 7550'-7570' and 7600'-7608'. Stimulate as needed.

NOTE: There will be additional zones to test in Delaware formation. If this zone is to be abandoned, check with NMOCD to determine if additional plugs need to be added between these perfs and the plug at 10,550', before plugging back from these perfs. This well has not yet been completed and is currently perforated in the Morrow. YPC will send in a subsequent report for all perforations when completion stage is completed.

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 February 4, 2005

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

For State Use Only

APPROVED BY: TIM W. GUM
DISTRICT II SUPERVISOR

Conditions of Approval (if any):

DATE _____

FEB 09 2005