

Submit 3 Copies To Appropriate District Office
District I
1525 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

SEP 18 2009

Form C-103
June 19, 2008

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-015-26546
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 John AGU
8. Well Number 3
9. OGRID Number 025575
10. Pool name or Wildcat South Dagger Draw Upper Penn
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3611'GR

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	
2. Name of Operator Yates Petroleum Corporation	
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210	
4. Well Location Unit Letter <u>G</u> : <u>1980</u> feet from the <u>North</u> line and <u>1980</u> feet from the <u>East</u> line Section <u>14</u> Township <u>20S</u> Range <u>24E</u> NMPM <u>Eddy</u> County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3611'GR	

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 ☐
DOWNHOLE COMMINGLE ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
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 plug and abandon this well as follows:

1. MIRU WSU. RU all H2S safety equipment as needed. No casing recovery will be attempted. POOH with tubing.
2. Load hole with plugging mud. Spot 40 sx Class "C" cement from 5514'-5714'. WOC and tag plug, reset if necessary.
3. Spot 25 sx Class "C" cement plug from 3265'-3415'. WOC and tag plug, reset if necessary. This will place a plug across the Bone Spring top.
4. Spot 25 sx Class "C" cement plug from 1985'-2135'. WOC and tag plug, reset if necessary. This will place a plug across the Glorieta top.
5. Spot 25 sx Class "C" cement plug from 1113'-1263'. WOC and tag plug, reset if necessary. This will place a plug across the surface casing shoe.
6. Spot 25 sx Class "C" cement plug from 0-150'. WOC and tag plug, reset if necessary. This will place a plug from 150' to the surface.
7. Remove all surface equipment and weld dry hole marker per regulations.

NOTE: Yates Petroleum Corporation will use steel pits and no earth pits

Spud Date:

Rig Release Date:

**Notify OCD 24 hrs. prior
To any work done.**

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Tina Huerta TITLE Regulatory Compliance Supervisor DATE September 17, 2009

Type or print name Tina Huerta E-mail address: tinah@yatespetroleum.com PHONE: 575-748-4168

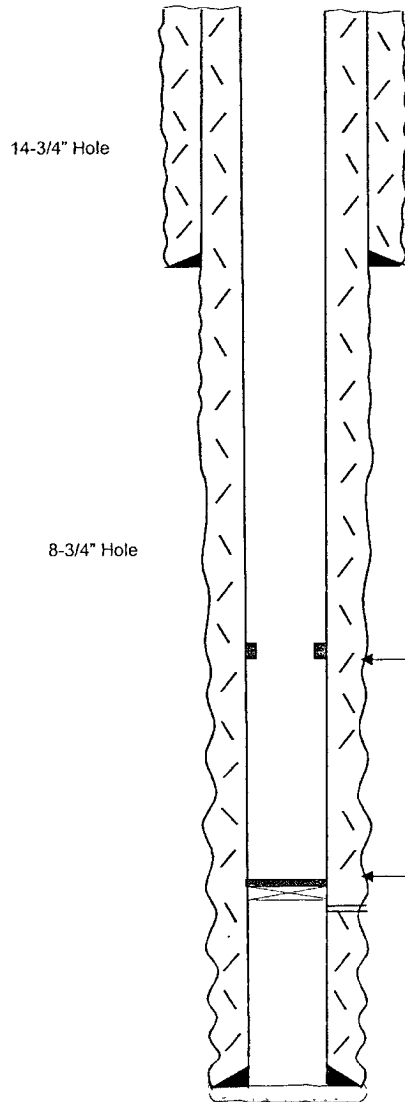
For State Use Only

APPROVED BY: [Signature] TITLE Approval Granted providing work is complete by 12/24/09 DATE 9/21/09
Conditions of Approval (if any):

WELL NAME: John AGU #3 FIELD: Dagger Draw
 LOCATION: 1,980' FNL & 1,980' FEL of Section 14-20S-24E Eddy Co., NM
 GL: 3,611' ZERO: 18' KB: 3,629'
 SPUD DATE: 12/17/90 COMPLETION DATE: 2/1/91
 COMMENTS: API No.: 30-015-26546

CASING PROGRAM

9-5/8" 36# J55 STC		1,213'
7" 26# J55 LTC	105'	
7" 23# N80 LTC	799'	
7" 23# J55 LTC	3,936'	
7" 26# J55 LTC	2,725'	
7" 26# N80 LTC	575'	8,140



9-5/8" @ 1,213' w/1,250 sx (Circ)

Before

TOPS

Glorieta 2,085'
 Yeso 2,190'
 BS 3,365'
 Abo Sh 5,404'
 WC 5,664'
 Canyon 7,538'

DV Tool @ 5,592'

CIBP @ 7,555' w/ 35' cmt plug

Canyon Perfs 7,605-7,747'

PBTD. 8,095'
 TD. 8,140'

7" @ 8,140' w/
 1" Stage. 825 (Circ)
 2" Stage. 1000 sx (Circ)

Not to Scale
 7/7/09
 DC/Hill

WELL NAME: John AGU #3

FIELD Dagger Draw

LOCATION: 1,980' FNL & 1,980' FEL of Section 14-20S-24E Eddy Co, NM

GL: 3,611' ZERO: 18' KB: 3,629'

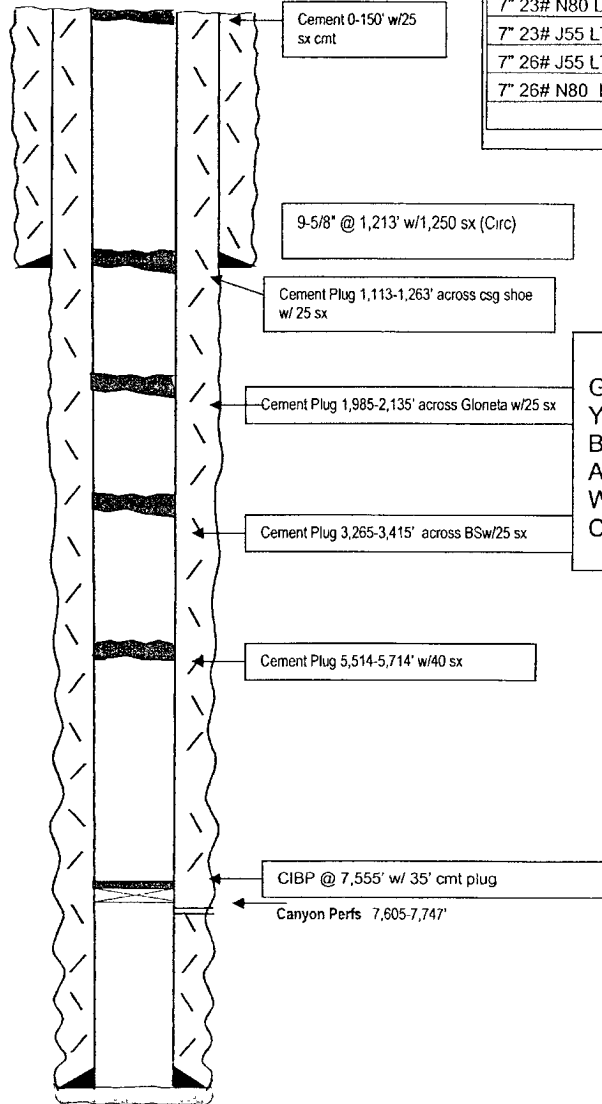
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14-3/4" Hole



8-3/4" Hole

After

TOPS

Glorieta	2,085'
Yeso	2,190'
BS	3,365'
Abo Sh	5,404'
WC	5,664'
Canyon	7,538'

PBTD. 8,095'
FD. 8,140'7' @ 8,140' w/
1" Stage 825 (Circ)
2" Stage 1000 sx (Circ)

Not to Scale

7/7/09
DC/Hill