

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
June 16, 2008

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

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)		WELL API NO. 30-015-37126
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Yates Petroleum Corporation		6. State Oil & Gas Lease No.
3. Address of Operator 105 S. 4 th Street, Artesia, New Mexico 88210		7. Lease Name or Unit Agreement Name Loving AIB State
<div style="border: 2px solid black; padding: 5px; text-align: center;">RECEIVED FEB 24 2010 NMOCD ARTESIA</div>		8. Well Number 7
		9. OGRID Number 25575
4. Well Location Unit Letter P 510 feet from the South line and 660 feet from the East line Section 16 Township 23S Range 28E NMPM County Eddy		10. Pool name or Wildcat South Culebra Bluff-Bone Spring ✓
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3711' GR		

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input checked="" type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL. <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

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 wishes to change the proposed depth of the well to 7,600' which will change the target formation from the Delaware to the Bone Spring.

Thank you,

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

SIGNATURE Armando A. Lopez TITLE Chief Land Regulatory Agent DATE February 23, 2010

Type or print name Armando A. Lopez E-mail address armandol@yatespetroleum.com PHONE: (575) 748-4372
For State Use Only

APPROVED BY: [Signature] TITLE Geologist DATE 2/26/2010
Conditions of Approval (if any):