

Rm

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

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

WELL API NO. 30-005-62683
5. Indicate Type of Lease STATE [X] FEE []
6. State Oil & Gas Lease No. LG-7421
7. Lease Name or Unit Agreement Name Sunny Side AMS State Com
8. Well Number 2
9. OGRID Number 025575
10. Pool name or Wildcat Foor Ranch Wolfcamp
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3922'GR

RECEIVED JUL 7 2010 NMOCD ARTESIA

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 P&A [X]
2. Name of Operator Yates Petroleum Corporation
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210
4. Well Location Unit Letter B : 660 feet from the North line and 1980 feet from the East line Section 1 Township 10S Range 26E NMPM Chaves County
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3922'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 [X] 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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

6/15/10 MIRU. Released RBP & POOH.
6/16/10 Set CIBP @ 6070' w/35' Class "C" cement. Set CIBP @ 5314' w/35' Class "C" cement. Loaded casing. Tested to 500 psi - good.
6/20/10 Pumped 100 bbls of mud gel. Spotted 25 sx Class "C" cement plug @ 4760'. TOC @ 4512'. Spotted 25 sx Class "C" cement plug @ 2669'. TOC @ 2261'. Spotted 25 sx Class "C" cement plug @ 1369'. WOC 2 hrs. Tagged plug @ 1111'. Pulled up to 60'. Perforated 4 holes @ 60'. Pumped 25 sx Class "C" cement to surface.
6/23/10 Cut off wellhead, installed dry hole marker & clean location. WELL IS PLUGGED & ABANDONED.

Spud Date: [] Rig Release Date: []

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

SIGNATURE Allison Barton TITLE Regulatory Compliance Technician DATE 7/01/10

Type or print name Allison Barton E-mail address: abarton@yatespetroleum.com PHONE: (575) 748-1471

For State Use Only

APPROVED BY: [Signature] TITLE DATE 7/7/2010

Approved for plugging of well bore only. Liability under bond is retained pending receipt of C-103 (Subsequent Report of Well Plugging) which may be found at OCD Web Page under Form 15. www.emnrd.state.nm.us/oed.