

Submit 1 Copy 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
October 13, 2009

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

WELL API NO. 30-015-24938
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 Kleeman PB
8. Well Number 3
9. OGRID Number 025575
10. Pool name or Wildcat Atoka Glorieta; Yeso

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>P</u> : <u>330</u> feet from the <u>South</u> line and <u>990</u> feet from the <u>East</u> line Section <u>27</u> Township <u>18S</u> Range <u>26E</u> NMPM <u>Eddy</u> County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3339'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 checked="" type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	CEILING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPERATIONS <input type="checkbox"/>	PLUG AND ABANDON <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"/>
DOWNHOLE COMMINGLE <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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Yates Petroleum Corporation plans to plug and abandon this well as follows:

1. NU BOP. Rig up any safety equipment as needed. POOH with production equipment.
2. RIH with GR/JB at +/-2735'.
3. Set a 4-1/2" CIBP at 2726' and cap with 55 sx Class "C" cement. This will place a plug from 2226'-2726' across Glorieta top and over the perforations. Calc TOC of cement at 1200'.
4. Perforate at 970'. Pressure test perforations to 500 psi, if they hold pressure spot a 150' plug inside the casing, if not spot a 150' plug inside and outside casing from 820'-970', +/-60 sx Class "C" cement. WOC and tag plug, reset if necessary. This will leave a plug across surface casing shoe.
5. Perforate at 200'. Tie on to the casing and spot a 200' plug inside and outside casing from 0-200', +/-65 sx Class "C" cement. WOC and tag plug, reset if necessary. This will leave a plug from 200' to the surface.
6. Cut off wellhead and install marker, clean up location as per regulations.

Due to the volume of wells we currently have plans to plug, both State/Fee and Federal, Yates Petroleum respectfully requests a time frame of 1 year to have commenced plugging operations and for this notice of intent to be in affect

Spud Date: Rig Release Date:

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

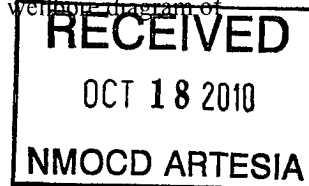
SIGNATURE Tina Huerta TITLE Regulatory Compliance Supervisor DATE October 13, 2010

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 10/19/2011 DATE 10/19/2010

Conditions of Approval (if any):



Notified 24 hrs. prior to any work done.

WELL NAME: Kleeman PB #3 FIELD:

LOCATION: 330' FSL & 990' FEL of Section 27-18S-26E Eddy Co., NM

GL: 3,339' ZERO: KB:

SPUD DATE: 8/7/84 COMPLETION DATE: 10/8/84

COMMENTS: API No.: 30-015-24938

CASING PROGRAM

8-5/8" 24#	920'
5-1/2" 14#	3,850'

Before

14-3/4" Hole

8-3/4" Hole

8-5/8" @ 920' w/600 sx (Circ)

Calculated TOC = 1,200'

TOPS

Glorieta	1,010'
Paddock	2,582'
Yeso	2,684'

Yeso Perfs: 2,776-3,772'

5-1/2" @ 3,850' w/675 sx

PBTD: 3,839'
TD: 3,850'

Not to Scale
10/05/10
DC/Hill

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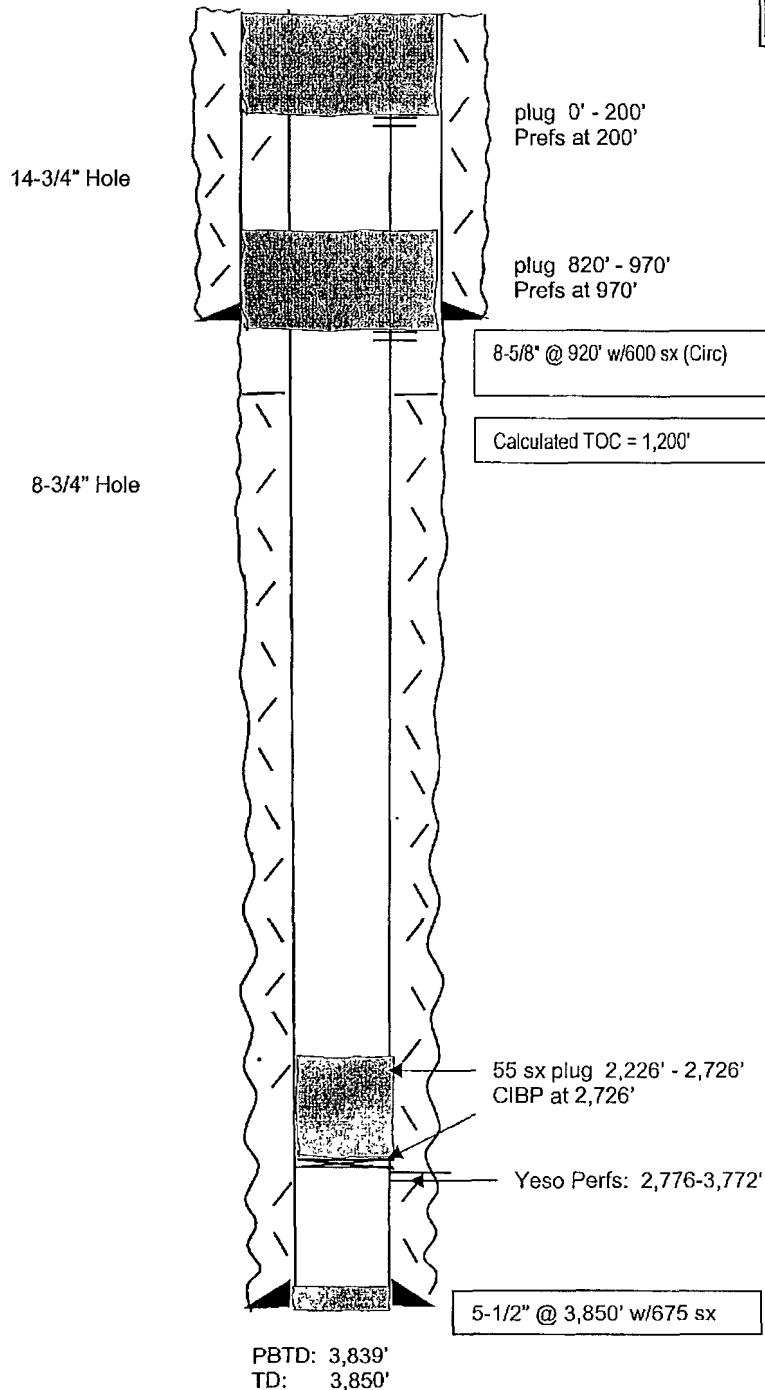
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