

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

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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. 30-005-64038
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. LG-4916
3. Address of Operator 105 S. 4 <sup>th</sup> Street, Artesia, New Mexico 88210		7. Lease Name or Unit Agreement Name Sandlewood AEW State
4. Well Location Unit Letter <u>P</u> <u>660</u> feet from the <u>South</u> line and <u>660</u> feet from the <u>East</u> line Section <u>31</u> Township <u>8S</u> Range <u>27E</u> NMPM County <u>Chaves</u>		8. Well Number 3
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3966' GR		9. OGRID Number 25575
		10. Pool name or Wildcat Wildcat Basement

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 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: <u>Extend APD</u> <input checked="" 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 extend the Application for Permit to Drill for two years until July 21, 2012.

Thank you,

APD Extension for 1yr / Approved until July 21/2011

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

SIGNATURE Monti Sanders TITLE Land Regulatory Technician DATE October 21, 2010

Type or print name Monti Sanders E-mail address montis@yatespetroleum.com PHONE: (575) 748-4244

For State Use Only

APPROVED BY: APDade TITLE Dist # Supervisor DATE 10/21/2010  
Conditions of Approval (if any):