<u>District I</u> State of New Mexico Form C-103 1625 N. French Dr., Hobbs, NM 88240 Permit 24823 Energy, Minerals and Natural Resources Phone:(505) 393-6161 Fax:(505) 393-0720 WELL API NUMBER Oil Conservation Division 1301 W. Grand Ave., Artesia, NM 88210 30-025-37628 Phone:(505) 748-1283 Fax:(505) 748-9720 1220 S. St Francis Dr. **Santa Fe, NM 87505** Indicate Type of Lease 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170 1220 S. St Francis Dr., Santa Fe, NM 87505 State Oil & Gas Lease No. Phone:(505) 476-3470 Fax:(505) 476-3462 7. Lease Name or Unit Agreement Name SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO HUSKY BIG STATE A DIFFRENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH 8. Well Number PROPOSALS.) 001 1. Type of Well:G 9. OGRID Number 2. Name of Operator YATES PETROLEUM CORPORATION 25575 3. Address of Operator 10. Pool name or Wildcat. 105 S 4TH ST, ARTESIA, NM 88210 4. Well Location 1980 S 660 W Unit Letter feet from the line and feet from the line 10S 33E Range NMPM Section Township Lea County 11. Elevation (Show whether DR, KB, BT, GR, etc.) 4238 GR Pit or Below-grade Tank Application or Closure __ Depth to Groundwater_ Distance from nearest fresh water well_ Distance from nearest surface water_ Pit Type Pit Liner Thickness: bbls; Construction Material Below-Grade Tank: Volume_ mil Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐ REMEDIAL WORK ALTER CASING TEMPORARILY ABANDON | CHANGE OF PLANS COMMENCE DRILLING OPNS. | PLUG AND ABANDON | PULL OR ALTER CASING ☐ MULTIPLE COMPL CASING/CEMENT JOB Other: Other: Drilling/Cement × 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. 2-27-06 TD 17-1/2" hole to 422'. Set 13-3/8" 48# casing @ 422'. Cemented w/220 sx Premium Plus w/additives and tailed in w/200 sx. Cement circulated. WOC 22 hrs. Reduced hole to 12-1/4" and resumed drilling 2/21/2006 Spudded well. Casing and Cement Program. Pres Open Fluid Hole Csg Weight Est Dpth Pres Grade Yield Class Date String Sacks lb/ft Туре Size Size TOC Set Dpth Held Drop Hole 02/28/06 17.5 13.375 48 H40 0 422 420 Surf I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has beenAvill be constructed or closed according to NMOCD guidelines 🗀, a general permit. 🗀 or an (attached) alternative OCD-approved plan 🛚 SIGNATURE Electronically Signed TITLE Regulatory Agent DATE 3/6/2006

E-mail address debbiec@ypcnm.com

TITLE Geologist

Telephone No. 505-748-4376

DATE 3/7/2006 6:54:30 AM

Type or print name Debbie Caffall

Paul Kautz

For State Use Only: APPROVED BY: