## <u>District I</u> State of New Mexico Form C-103 1625 N. French Dr., Hobbs, NM 88240 Permit 28872 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 30-025-37468 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 6. State Oil & Gas Lease No. Phone:(505) 476-3470 Fax:(505) 476-3462 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO MESSINA BHN COM 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 990 S E Unit Letter feet from the line and feet from the line 13S Range 35E NMPM Section Township Lea County Elevation (Show whether DR, KB, BT, GR, etc.) 4104 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 bbls; Construction Material Below-Grade Tank: Volume\_ Pit Liner Thickness: mil Check Appropriate Box to Indicate Nature of Notice, Report or Other Data SUBSEQUENT REPORT OF: NOTICE OF INTENTION TO: 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 CASING/CEMENT JOB Other Other: Drilling/Cement X 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. 3-10-06 Resumed drilling. Drilled 17-1/2" hole to 425'. Set 13-3/8" 48# casing @ 425'. Cemented w/240 sx Class "C" and tailed in w/200 sx. Cement circulated. WOC 18 hrs, 40 mins. Reduced hole to 12-1/4" and resumed drilling. Drilled to 4408". Set 9-5/8" 36# and 40# casing @ 4393', Cemented w/1060 sx 35:65:6 POZ "C" and tailed in w/200 sx Class "C", Cement did not circulate, Ran TS, TOC @ 76', Ran 1" and pumped 55 sx Class "C". Cement circulated. WOC 39 hrs, 30 mins. Reduced hole to 8-3/4" and resumed drilling.3/6/2006 Spudded well. Casing and Cement Program Hole Csg Weight Est Dpth Pres Pres Open Grade Yield Class Date String Sacks Туре Size Size Ib/ft TOC Set Dpth Drop 425 03/10/06 17.5 13,375 48 440 Surf H40 0 C 03/19/06 12.25 9.625 36 0 4393 1315 C 76 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 been will be constructed or closed according to NMOCD guidelines , a general pennit or an (attached) alternative OCD-approved plan .

TITLE Regulatory Tech

TITLE Geologist

E-mail address dustyb@ypcnm.com

DATE 5/2/2006

DATE 5/3/2006 7:37:28 AM

Telephone No. 505-748-4364

SIGNATURE Electronically Signed

Paul Kautz

Type or print name dusty bean

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