

French Dr., Hobbs, NM 88240  
District II  
101 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. 30-015-33715
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VB-0539
7. Lease Name or Unit Agreement Name Hedgerow BFH State Com
8. Well Number 1
9. OGRID Number 025575
10. Pool name or Wildcat Burton Flat; Morrow

<p>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.)</p> <p>1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input type="checkbox"/></p> <p>2. Name of Operator Yates Petroleum Corporation</p> <p>3. Address of Operator 105 S. 4<sup>th</sup> Street, Artesia, NM 88210</p> <p>4. Well Location Unit Letter <u>M</u> : <u>660</u> feet from the <u>South</u> line and <u>1219</u> feet from the <u>West</u> line Section <u>28</u> Township <u>20S</u> Range <u>28E</u> NMPM <u>Eddy</u> County</p> <p>11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3212'GR</p>	
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Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type \_\_\_\_\_ Depth to Groundwater \_\_\_\_\_ Distance from nearest fresh water well \_\_\_\_\_ Distance from nearest surface water \_\_\_\_\_

Pit Liner Thickness: \_\_\_\_\_ mil Below-Grade Tank: Volume \_\_\_\_\_ bbls; Construction Material \_\_\_\_\_

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

<p>NOTICE OF INTENTION TO:</p> <p>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/></p> <p>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/></p> <p>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/></p> <p>OTHER: <input type="checkbox"/></p>	<p>SUBSEQUENT REPORT OF:</p> <p>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/></p> <p>COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/></p> <p>CASING/CEMENT JOB <input type="checkbox"/></p> <p>OTHER: Completion Operations <input checked="" type="checkbox"/></p>
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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.

4/12/06 – Tag casing patch at 1333'. Dressed out casing patch. Tested to 1000 psi.  
4/14/06 – TOC at 1240' CBL. Perforate 2 holes at 1210'. Set cement retainer at 1180'.  
4/17/06 – Circulated cement from 1210' to surface.  
4/19/06 – Drilled out cement retainer. Circulated clean.  
4/20/06 – Drilled out cement. Fell out at 1212'. Tested squeeze holes to 1000 psi.  
4/21/06 – Circulated hole with 7% KCl water.  
4/24/06 – Perforate Morrow 11,430'-11,444', 11,450'-11,460' and 11,478'-11,482' for a total of 171 - .42" holes.  
4/25/06 – Acidize Morrow with 2000g 7-1/2% MSA + 1000 SCF/bbl N2 and balls. Set packer at 11,195'.

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 permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Tina Huerta TITLE Regulatory Compliance Supervisor DATE May 3, 2006

Type or print name Tina Huerta E-mail address: tinah@ypcnm.com Telephone No. 505-748-1471

For State Use Only APPROVED BY: \_\_\_\_\_ TITLE \_\_\_\_\_ DATE MAY 05 2006

Conditions of Approval (if any): \_\_\_\_\_