

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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 & Natural Resources

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

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JUL 18 2006
OOD-ARTESIA

Form C-104
Revised June 10, 2003

Submit to Appropriate District Office
5 Copies

AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

| | | | |
|---|--|---|--|
| ¹ Operator name and Address Yates Petroleum Corporation 105 South Fourth Street Artesia, NM 88210 | | ² OGRID Number 025575 | |
| | | ³ Reason for Filing Code/ Effective Date RC | |
| ⁴ API Number 30-015-22002 | ⁵ Pool Name Saladar; Strawn | ⁶ Pool Code 84412 | |
| ⁷ Property Code 12801 | ⁸ Property Name Stonewall EP State | ⁹ Well Number 2 | |

II. ¹⁰ Surface Location

| Ul or lot no. | Section | Township | Range | Lot.Idn | Feet from the | North/South Line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| N | 19 | 20S | 28E | | 660 | South | 1980 | West | Eddy |

¹¹ Bottom Hole Location

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|-----------------------------|--|--|-----------------------------------|------------------------------------|-------------------------------------|------------------|---------------|----------------|--------|
| | | | | | | | | | |
| ¹² Lse Code S | ¹³ Producing Method Code F | ¹⁴ Gas Connection Date 6/23/06 | ¹⁵ C-129 Permit Number | ¹⁶ C-129 Effective Date | ¹⁷ C-129 Expiration Date | | | | |

III. Oil and Gas Transporters

| ¹⁸ Transporter OGRID | ¹⁹ Transporter Name and Address | ²⁰ POD | ²¹ O/G | ²² POD ULSTR Location and Description |
|---------------------------------|--|-------------------|-------------------|--|
| 015694 | Navajo Refining Company P. O. Box 159 Artesia, NM 88210 | 2771210 | O | Unit N of Section 19-T20S-R28E |
| 036785 | Duke Energy Field Services 10 Desta Drive Suite 400-W Midland, TX 79705 | 2771230 | G | Unit N of Section 19-T20S-R28E |

IV. Produced Water

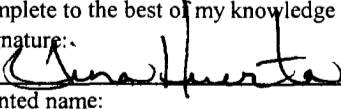
| | |
|------------------------------|--|
| ²³ POD 2771250 | ²⁴ POD ULSTR Location and Description Unit N of Section 19-T20S-R28E |
|------------------------------|--|

V. Well Completion Data

| | | | | | |
|--------------------------------------|-------------------------------------|-----------------------------|-------------------------------|---|-----------------------|
| ²⁵ Spud Date RC 5/1/06 | ²⁶ Ready Date 6/22/06 | ²⁷ TD 11,500' | ²⁸ PBDT 10,346' | ²⁹ Perforations 10,226'-10,236' | ³⁰ DHC, MC |
| ³¹ Hole Size | ³² Casing & Tubing Size | ³³ Depth Set | ³⁴ Sacks Cement | | |
| REFER TO ORIGINAL COMPLETION | | | | | |

VI. Well Test Data

| | | | | | |
|---------------------------------------|--|------------------------------------|-------------------------------------|--|--|
| ³⁵ Date New Oil 6/30/06 | ³⁶ Gas Delivery Date 6/23/06 | ³⁷ Test Date 6/27/06 | ³⁸ Test Length 24 hrs | ³⁹ Tbg. Pressure 560 psi | ⁴⁰ Csg. Pressure 230 psi |
| ⁴¹ Choke Size NA | ⁴² Oil 0 | ⁴³ Water 0 | ⁴⁴ Gas 450 | ⁴⁵ AOF | ⁴⁶ Test Method Flow Test |

| | |
|--|--|
| ⁴⁷ I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature:  Printed name: Tina Huerta Title: Regulatory Compliance Supervisor E-mail Address: tinah@ypcnm.com Date: July 13, 2006 | OIL CONSERVATION DIVISION Approved by: BRYAN G. ARRANT Title: DISTRICT II GEOLOGIST Approval Date: JUL 18 2006 Phone: (505) 748-1471 |
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