

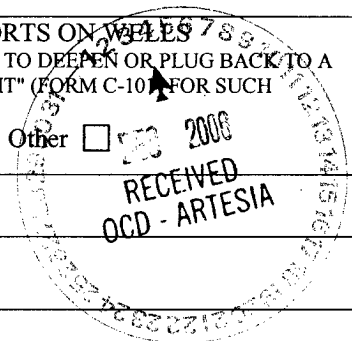
Submit 3 Copies To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 88240
 District II
 1300 Grand Ave., Artesia, NM 88210
 District III
 1000 Rio Bravo Rd., Aztec, NM 87410
 District IV
 1220 S. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 May 27, 2004

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

WELL API NO. 30-005-62517
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Desert Rose ALS State
8. Well Number 1
9. OGRID Number 025575
10. Pool name or Wildcat Foor Ranch; Wolfcamp



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-10) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well Gas Well Other

2. Name of Operator
Yates Petroleum Corporation

3. Address of Operator
105 S. 4th Street, Artesia, NM 88210

4. Well Location
 Unit Letter H : 1780 feet from the North line and 660 feet from the East line
 Section 11 Township 9S Range 26E NMPM Chaves County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3824' GR

Pit or Below-grade Tank Application or Closure

Pit type Steel 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

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input checked="" 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 & 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: <input 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 plans to plug and abandon this well as follows:

- Rig up all safety equipment as needed. No casing recovery will be attempted.
- Set a CIBP at 5304' with 35' cement on top. This puts a plug over the Wolfcamp.
- Perforate at 4550' and spot a 40 sx Class "C" cement plug from 4450'-4550'. This puts a 100' plug across the top of the Abo, inside and outside the casing. WOC and tag plug.
- Perforate at 2266' and spot a 40 sx Class "C" cement plug from 2166'-2266'. This puts a 100' plug across the top of the Glorieta, inside and outside the casing. WOC and tag plug.
- Perforate at 888' and spot a 35 sx Class "C" cement plug from 788'-888'. This puts a 100' plug across the surface casing shoe, inside and outside the casing. WOC and tag plug.
- Perforate at 60' and circulate a 15 sx Class "C" cement plug from 60' up to the surface, inside and outside the casing.
- Remove all surface equipment and weld dry hole marker and clean location as per regulations.

NOTE: Yates Petroleum Corporation will use steel pits and no earth pits

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 December 1, 2006

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

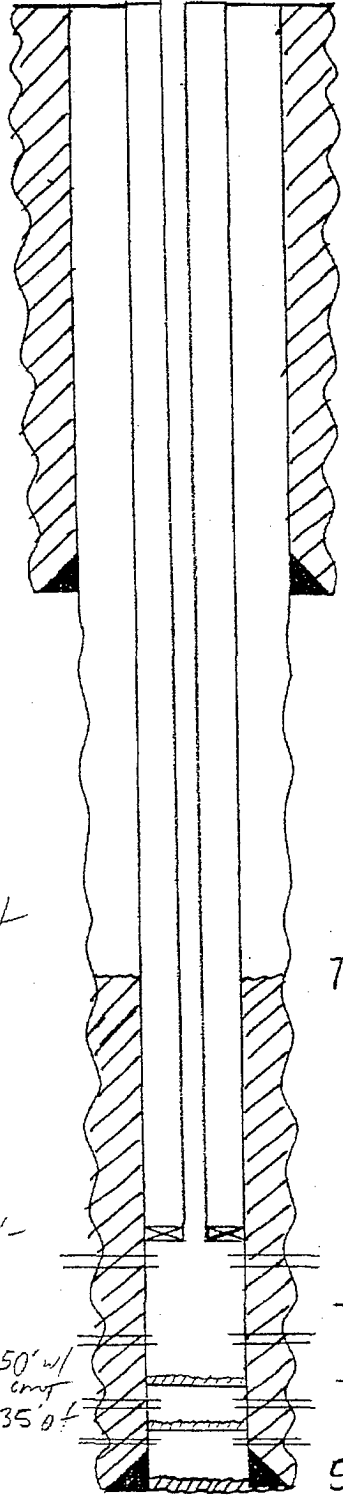
For State Use Only

APPROVED BY: [Signature] TITLE [Signature] DATE 12/6/06
 Conditions of Approval (if any): _____

WELLNAME: Desert Rose "OS" State #1 FIELD: FOO. RANCH
 LOCATION: 4780' FNL + 660' FEL, Sec 11, T9S, R26E, CHAVES CO, NM.
 GL: 3,824' ZERO: _____ AGL: _____ KB: 3,832'
 SPUD DATE: 7/30/87 COMPLETION DATE: _____
 COMMENTS: _____

CASING PROGRAM	
SIZE/WT/GR/CONN	DEPTH SET
8 5/8", 24.0 #/ft, J-55, STL	838'
5 1/2", 15.50 #/ft, J-55, STL	6360'

12 1/4" hole



BEFORE

8 5/8" set @ 838', CMTD W/ 600 SACKS, CMT CIRCULATED TO THE SURFACE

7 7/8" hole

168 jts of
 2 7/8" tbg to
 5,300 +/-

Fm. Tops

- San Andres : 1114'
- Glorieta : 2266'
- Yeso : 2326'
- Abo : 4550'
- WC : 5256'
- Cisco : 5856'
- Miss : 6324'

TOC: 5,010', CBL

pkv @ 5,300' +/-

Wolfcamp

5,354' - 5,666' w/ 2 jsf in 3 intervals

Cisco
 5,866' - 5,976', w/ 2 jsf in six intervals

STRAWN
 6,067' - 6,090', 22 holes, shot 9/3/87
 6,276' - 6,300', 14 holes, shot 9/3/87

5 1/2" set @ 6,360', CMTD W/ 275 SACKS

CI BP @ 6,050' w/
 w/ 35' of cmt
 CI BP @ 6,230 w/ 35' of
 cmt

PBTD: 6,325'

TD: 6,360'

- SKETCH NOT TO SCALE -

DATE: 8/21/02 JWP

WELLNAME: Desert Rose "S" State #1 FIELD: FOOD RANCH
 LOCATION: 1,780' FNL & 660' FEL, Sec 11, T9S, R26E, CHAVES CO, NM.
 GL: 3,824' ZERO: _____ AGL: _____ KB: 3,832'
 SPUD DATE: 7/30/87 COMPLETION DATE: _____
 COMMENTS: _____

CASING PROGRAM	
SIZE WT/GR/CONN	DEPTH SET
8 5/8", 24.0 #/ft, J-55, ST&L	838'
5 1/2", 15.50 #/ft, J-55, ST&L	6360'

Surface - 60'
 60' surface plug -
 inside & outside
 casing

12 1/4" hole

788' - 888'
 100' cement plug -
 inside & outside
 casing

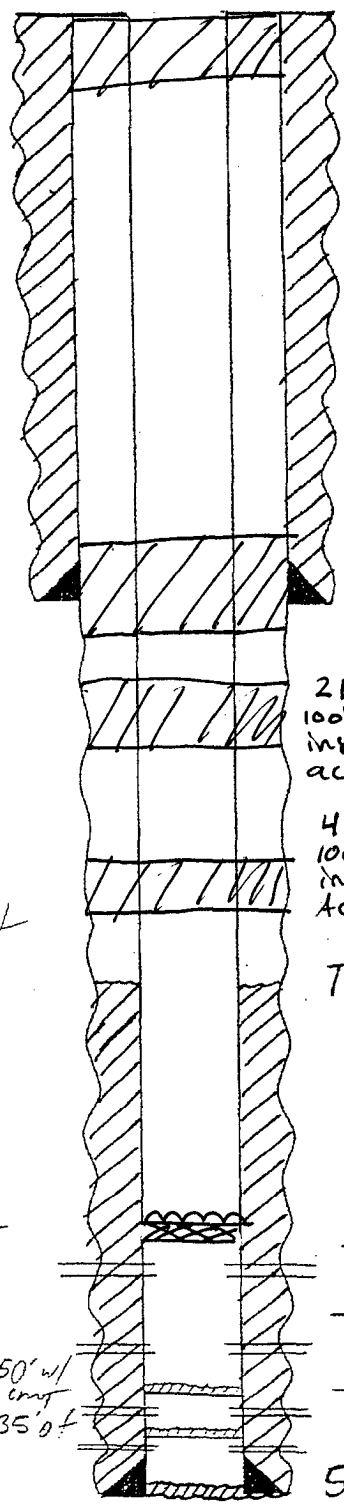
7 7/8" hole

168 jts of
 2 7/8" tbg to
 5,300' + L

CIBP @ 5304' +
 35' cement

CEBP @ 6,050' w/
 w/ 35' of cement
 CIBP @ 6,230' w/
 w/ 35' of
 cement

PBTD: 6,325'



AFTER

8 5/8" set @ 838', CMTD w/ 600 SACKS, CMT
 circulated to the surface

2166' - 2266'
 100' cement plug
 inside & outside casing
 across top Glorieta.

4450' - 4550'
 100' cement plug
 inside & outside casing
 across top ABO

TOC: 5,010', CBL

Fm. TOPS

- San Andres : 1114'
- Glorieta : 2266'
- Yeso : 2326'
- ABO : 4550'
- WC : 5256'
- Cisco : 5856'
- Miss : 6324'

Wolfcamp

5.354' - 5.666' w/ 2 jsf in 3 intervals
Cisco

5.866' - 5.976', w/ 2 jsf in 6 intervals
STRAWN

6,067' - 6,090', 22 holes, shot 9/3/87
 6,276' - 6,300', 14 holes, shot 9/3/87

5 1/2" set @ 6,360', CMTD w/ 275 SACKS

- SKETCH NOT TO SCALE -

TD: 6,360'

DATE: 8/21/02 JWP