

Submit 3 Copies To Appropriate District Office
 District I
 2511 Ranch Dr., Hobbs, NM 88240
 District II
 Grand Ave., Artesia, NM 88210
 District III
 900 P. Brazos Rd., Aztec, NM 87410
 District IV
 1220 S. St. 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. 30-005-60412
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. Federal NM-2357
7. Lease Name or Unit Agreement Name Federal HJ SWD
8. Well Number 1
9. OGRID Number 025575
10. Pool name or Wildcat Linda San Andres SWD

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.)

1. Type of Well: Oil Well Gas Well

2. Name of Operator
Yates Petroleum Corporation

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

4. Well Location
 Unit Letter A : 330 feet from the North line and 330 feet from the East line
 Section 31 Township 6S Range 26E NMPM Chaves County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3668'GR

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

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input 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"/>	PLUG AND ABANDON <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: Mechanical Integrity Test <input checked="" 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.

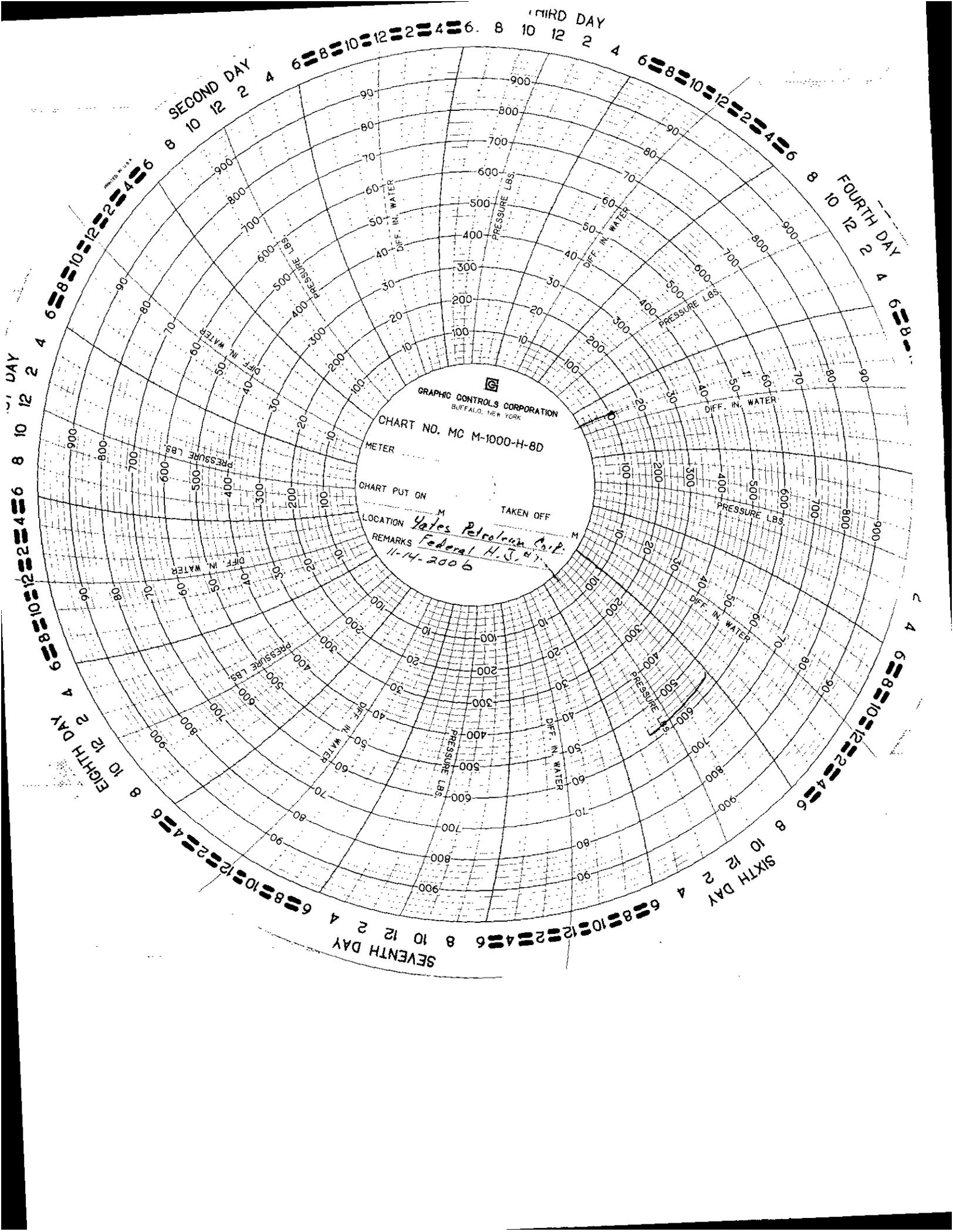
11/9/06 - Top tubing joint has hole in it. 4-1/2" casing has hole just below bell nipple. Well started flowing through hole. Ran RBP down 30' and set.
 11/10/06 - Pushed packer to bottom at 1594'. Set RBP at 915'. Started testing casing. No leaks other than right below bell nipple and top joint of tubing head with hole in it.
 11/13/06 - Dig out cellar down to 7" casing. Cut off 4-1/2" casing. Build up new casing and bell nipple. Tested casing to 500 psi, held OK. Fill in cellar.
 11/14/06 - Released RBP. TIH with 4-1/2" NP tension packer and 2-3/8" IPC J-55 tubing. Circulated packer fluid. Set packer at 930'. Tested to 500 psi for 30 min, held OK. NOTE: OCD did not witness, received verbal from Gerry Guye. MIT attached.

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 November 20, 2006

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

For State Use Only
 APPROVED BY: Gerry Guye TITLE Deputy Field Inspector DATE NOV 27 2006
 Conditions of Approval (if any): District II - Artesia



SECOND DAY

THIRD DAY

FOURTH DAY

FIFTH DAY

SIXTH DAY

SEVENTH DAY

EIGHTH DAY