S

JUN 04 2008

OCD-ARTESIA Submit 2 Copies To Appropriate District State of New Mexico Form C-103 Office Energy, Minerals and Natural Resources October 25, 2007 District I WELL API NO 1625 N. French Dr., Hobbs. NM 88240 District II *30-005-*62592 OIL CONSERVATION DIVISION 1301 W Grand Ave, Artesia, NM 88210 5. Indicate Type of Lease District III 1220 South St. Francis Dr. STATE X FEE 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe. NM 87505 6. State Oil & Gas Lease No. District IV 1220 S. St. Francis Dr., Santa Fe, NM LG-4346 87505 7. Lease Name or Unit Agreement Name 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 8. Well Number 1. Type of Well: Oil Well Gas Well Q Other PA 2. Name of Operator 9. OGRID Number Yates Petroleum Corporation 10 Pool name or Wildcat 3. Address of Operator Pecos Slope Abo 105 S. 4th Street, Artesia, NM 88210 4. Well Location Unit Letter M: (a/a) feet from the S line and (a/a) feet from the W line Township 75 Range 24E NMPM Chaves County 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: REMEDIAL WORK PERFORM REMEDIAL WORK □ PLUG AND ABANDON П ALTERING CASING TEMPORARILY ABANDON \Box CHANGE PLANS \Box COMMENCE DRILLING OPNS.□ P AND A \Box CASING/CEMENT JOB MULTIPLE COMPL ' П PULL OR ALTER CASING □ Location is ready for OCD inspection after P&A All pits have been remediated in compliance with OCD rules and the terms of the Operator's pit permit and closure plan. Rat hole and cellar have been filled and leveled. Cathodic protection holes have been properly abandoned A steel marker at least 4" in diameter and at least 4' above ground level has been set in concrete. It shows the OPERATOR NAME, LEASE NAME, WELL NUMBER, API NUMBER, QUARTER/QUARTER LOCATION OR UNIT LETTER, SECTION, TOWNSHIP, AND RANGE. All INFORMATION HAS BEEN WELDED OR PERMANENTLY STAMPED ON THE MARKER'S SURFACE. The location has been leveled as nearly as possible to original ground contour and has been cleared of all junk, trash, flow lines and other production equipment Anchors, dead men, tie downs and risers have been cut off at least two feet below ground level. If this is a one-well lease or last remaining well on lease, the battery and pit location(s) have been remediated in compliance with OCD rules and the terms of the Operator's pit permit and closure plan. All flow lines, production equipment and junk have been removed from lease and well location. [Y] All metal bolts and other materials have been removed. Portable bases have been removed. (Poured onsite concrete bases do not have All other environmental concerns have been addressed as per OCD rules. Pipelines and flow lines have been abandoned in accordance with 19.15.9.714.B(4)(b) NMAC. All fluids have been removed from non-retrieved flow lines and pipelines. When all work has been completed, return this form to the appropriate District office to schedule an inspection. If more than one inspection has to be made to a P&A location because it does not meet the criteria above, a penalty may be assessed, TITLE tropution foreman DATE 5/22/08 TYPE OR PRINT NAME PHONE575-748-1471 For State Use Only

The to Release