Submit 3 Copies To Appropriate District State of New Mexico Office Energy, Minerals and Natural Resources District I WELL API NO. 1625 N French Dr., Hobbs, NM 88240 30-005-63261 District !! OIL CONSERVATION DIVISION 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease District III 1220 South St. Francis Dr. 1000 R10 Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 District IV 1220 S St. Francis Dr , Santa Fe, NM 87505 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.) 8. Well Number 1. Type of Well: Oil Well Gas Well Other JUN 27 2008 2. Name of Operator Yates Petroleum Corporation 3. Address of Operator 105 S. 4th Street, Artesia, NM 88210

STATE 🖂 6. State Oil & Gas Lease No. VO-5523 7. Lease Name or Unit Agreement Name Vista AVS State 9. OGRID Number 025575 10. Pool name or Wildcat Undesignated Foor Ranch; Pre-Permian 4. Well Location 990 feet from the 660 feet from the Unit Letter North line and East line 21 Township 9S 26E **NMPM** Range Chaves County Section 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3767'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 \_ bbls; Construction Material Below-Grade Tank: Volume Pit Liner Thickness: 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK □ PLUG AND ABANDON REMEDIAL WORK ALTERING CASING □ **TEMPORARILY ABANDON CHANGE PLANS** COMMENCE DRILLING OPNS. PLUG AND ABANDON MULTIPLE COMPL **CASING/CEMENT JOB** PULL OR ALTER CASING П OTHER: Squeeze Wolfcamp and recomplete OTHER: 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. 6/2/08 - Set a 5-1/2" cement retainer at 5290'. 6/3/08 - Squeeze Wolfcamp 5362'-5395' with 100 sx Class "H" with fluid loss and 100 sx Class "H" Neat. Squeezed formation to 4200 psi with 115 sx in formation. Sting out of retainer. Reverse out 85 sx to pit. 6/5/08 - Drilled out retainer and cement. Tested squeeze to 1000 psi for 20 min., OK. Run bit to 6000' and circulated hole clean. 6/8/08 - Perforated Silurian 5890'-5916' (108). Set AS-1 10K packer with 1.87" on/off tool at 5804'. 6/10/08 - Acidized with 3250g 20% IC Acid and 162 balls. 2-7/8" tubing at 5804'.

Form C-103

May 27, 2004

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 belowgrade tank has been/will be constructed of closed acfording to NMOCD guidelines \_, a general permit \_ or an (attached) alternative OCD-approved plan \_. SIGNATURE TITLE Regulatory Compliance Supervisor DATE June 24, 2008 Tina Huerta E-mail address: tinah@ypcnm.com Telephone No. 575-748-1471 Type or print name For State Use Only APPROVED BY: TITLE DATE Conditions of Approval (if any): Accepted for record - NMOCD