

Submit 1 Copy To Appropriate District
Office
District I
1625 N French Dr., Hobbs, NM 88240
District II
1501 W. Grand Ave., 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 and Natural Resources

Form C-103
October 13, 2009

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

WELL API NO. 30-015-27099
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. E-10167
7. Lease Name or Unit Agreement Name NDDUP Unit
8. Well Number 122
9. OGRID Number 025575
10. Pool name or Wildcat Dagger Draw; Upper Penn, North

RECEIVED
JUN - 8 2010
NMOCD ARTESIA

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	
2. Name of Operator Yates Petroleum Corporation	
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210	
4. Well Location Unit Letter <u>J</u> : <u>1980</u> feet from the <u>South</u> line and <u>1980</u> feet from the <u>East</u> line Section <u>29</u> Township <u>19S</u> Range <u>25E</u> NMPM Eddy County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3510'GR	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☒
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
DOWNHOLE COMMINGLE ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Yates Petroleum Corporation plans to plug and abandon this well as follows:

1. NU BOP. Rig up any safety equipment as needed. No casing recovery will be attempted.
2. Set a CIBP at 7642' with 35' cement on top. This will place a plug over open Canyon perforations.
3. Spot a 160' cement plug from 5720'-5880'. This will leave a plug across the Wolfcamp top.
4. Spot a 140' cement plug from 3708'-3848'. This will leave a plug across Bone Spring top.
5. Spot a 120' cement plug from 2142'-2248'. This will leave a plug across Glorieta top.
6. Spot a 150' cement plug from 1024'-1174'. WOC and tag plug, reset if necessary. This will leave a plug across surface casing shoe.
7. Spot a 150' cement plug to surface. WOC and tag plug, reset if necessary. This will leave a 150' surface plug.
8. Remove all surface equipment and weld dry hole marker per regulations.

Due to the volume of wells we currently have plans to plug, both State/Fee and Federal, Yates Petroleum respectfully requests a time frame of 1 year to have commenced plugging operations and for this notice of intent to be in affect

* Required. D.U. Tool. Cmt Plug. 5950'-6050'

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Tina Huerta TITLE Regulatory Compliance Supervisor DATE June 4, 2010

Type or print name Tina Huerta E-mail address: tinah@yatespetroleum.com PHONE: 575-748-4168

For State Use Only

APPROVED BY: PD Huerta TITLE Regulatory Compliance Supervisor DATE 6/9/2010

Conditions of Approval (if any):

Approval Granted providing work
is complete by 6/9/2011

WELL NAME: NDDUP #122 FIELD: Dagger Draw

LOCATION: 1,980' FSL & 1,980' FEL of Section 29-19S-25E

Eddy Co., NM

GL: 3,510' ZERO: 18' KB: 3,528'

SPUD DATE: 3/31/94 COMPLETION DATE: 4/28/94

COMMENTS: API No.: 30-015-27099

(Formerly Boyd X State #3)

CASING PROGRAM

9-5/8" 36# J55 STC		1,124'
7" 26# N80 LTC	35'	
7" 26# J55 LTC	1,106'	
7" 23# J55 LTC	3,793'	
7" 26# J55 LTC	2,695'	
7" 26# N880 LTC	20'	
7" 26# J55 LTC	167'	
7" 26# N80 LTC	704'	8,320'

14-3/4"
Hole

9-5/8" @ 1,124' w/
1200 sx cmt

Before

TOPS

SA 696'
Glorieta 2,212'
BS Lm 3,798'
3rd BS 5,544'
WC 5,830'
Canyon 7,630'

8-3/4" Hole

DV @ 6,000'

Canyon Perfs:
7,692-7,816' (42)

TD 8,320'

7" @ 8,320'
1st Stage: 400 H + 200 H thixo (Circ)
2nd Stage: 930 PSLC + 100 H (Circ)

Not to Scale
2/15/10
DC/Hill

WELL NAME: NDDUP #122 FIELD: Dagger Draw

LOCATION: 1,980' FSL & 1,980' FEL of Section 29-19S-25E Eddy Co., NM

GL: 3,510' ZERO: 18' KB: 3,528'

SPUD DATE: 3/31/94 COMPLETION DATE: 4/28/94

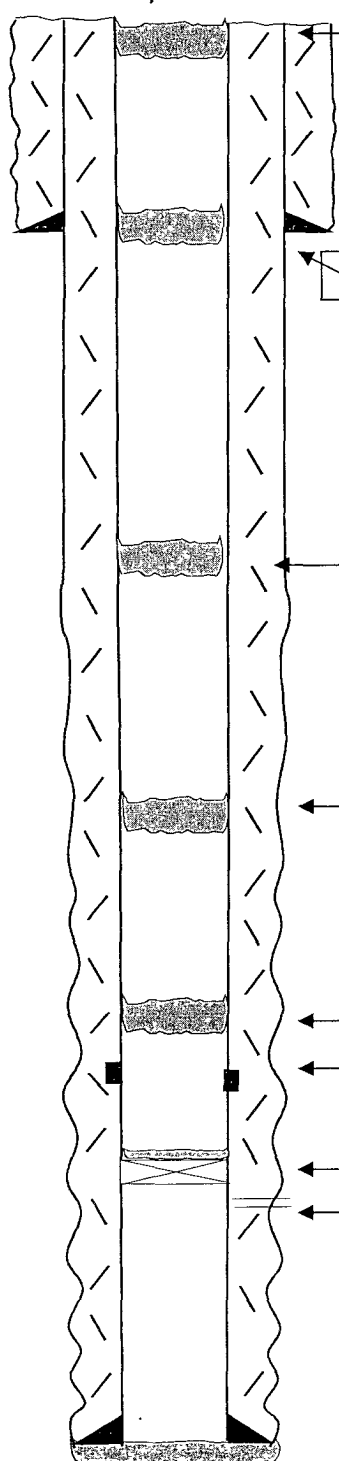
CASING PROGRAM

COMMENTS: API No.: 30-015-27099

(Formerly Boyd X State #3)

9-5/8" 36# J55 STC		1,124'
7" 26# N80 LTC	35'	
7" 26# J55 LTC	1,106'	
7" 23# J55 LTC	3,793'	
7" 26# J55 LTC	2,695'	
7" 26# N880 LTC	20'	
7" 26# J55 LTC	167'	
7" 26# N80 LTC	704'	8,320'

14-3/4"
Hole



Surface Plug 0-150'

9-5/8" @ 1,124' w/1200 sx cmt

150' plug from 1,024-1,174' across shoe

120' plug from 2,142-2,262' across GL

140' plug from 3,708-3,848' across BS

160' plug from 5,720-5,880' across WC

DV @ 6,000'

CIBP @ 7,642' w/35' cmt plug

Canyon Perfs: 7,692-7,816' (42)

After

TOPS

SA 696'
Glorieta 2,212'
BS Lm 3,798'
3rd BS 5,544'
WC 5,830'
Canyon 7,630'

8-3/4 Hole

TD: 8,320'

7" @ 8,320'
1st Stage 400 H + 200 H thixo (Circ)
2nd Stage: 930 PSLC + 100 H (Circ)

Not to Scale
2/15/10
DC/Hill