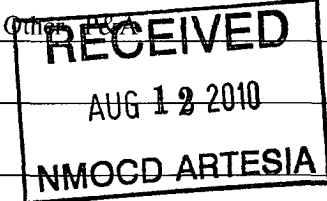


District I 1625 N. French Dr., Hobbs, NM 88240
District II 1301 W. Grand Ave., Artesia, NM 88210
District III 1000 Rio Brazos Rd., Aztec, NM 87410
District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

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

WELL API NO. 30-015-20890
5. Indicate Type of Lease STATE [] FEE [x]
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name NDDUP Unit
8. Well Number 67
9. OGRID Number 025575
10. Pool name or Wildcat SWD; Upper Penn
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3478'GR



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 [] Other []
2. Name of Operator Yates Petroleum Corporation
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210
4. Well Location Unit Letter G : 1980 feet from the North line and 1980 feet from the East line Section 21 Township 19S Range 25E NMPM Eddy County
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3478'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 [x] 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.

7/29/10 - Loaded annulus with 10 bbls. Tested to 1000 psi, held good. Pumped 100 bbls down tubing on a vacuum. NU BOP. Packer would not unset. Prep to cut off tubing, leave packer in hole and set a CIBP on top, approved by NMOCD representative.
7/30/10 - Perforated hole in tubing at 7600' to equalize tubing. Unset packer and POOH. Set a CIBP at 7622'. Loaded casing with 135 bbls. Tested plug to 1000 psi, held ok. Dumped 35' cement on top of plug.
8/2/10 - Perforated at 5296'. Pressured up casing to 900 psi, good. Circulated 175 bbls salt brine water. Spotted 30 sx Class "C" cement at 5345' across Wolfcamp top. WOC. Tagged Wolfcamp plug at 5115'. Perforated Bone Spring top at 3770'.
8/3/10 - Pressured up casing to 900 psi, good. Spotted 25 sx Class "C" cement at 3819'. WOC. Tagged plug 3550'. Perforated at 2316'.
8/4/10 - Pressured casing to 900 psi, good. Spotted a 25 sx Class "C" cement plug from 2120'-2386' across Glorieta top. WOC. Tagged plug at 2120'. Perforated at 1349'. Pressure tested casing to 900 psi, good. Spotted a 25 sx Class "C" cement plug from 1200'-1349' across intermediate casing shoe. WOC. Tagged plug at 1200'. Pressure tested casing to 900 psi, good. Spotted 63 sx Class "C" cement plug from 541' up to surface. Topped off 5-1/2" casing with cement.
8/9/10 - Dug out cellar and cut off wellhead. Installed dry hole marker. Filled cellar and cut off anchors. WELL IS PLUGGED AND ABANDONED.

Spud Date: []

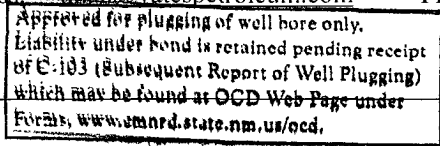
Rig Release Date: []

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 August 11, 2010

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

APPROVED BY: [Signature] TITLE [] Conditions of Approval (if any): []



DATE 8/12/2010 [Signature]