

Submit 3 Copies To Appropriate District Office
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

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. 30-015-33604
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. V-272
7. Lease Name or Unit Agreement Name Ziffel BEY State Com
8. Well Number 1
9. OGRID Number 025575
10. Pool name or Wildcat Wildcat Chester

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 type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other	RECEIVED
2. Name of Operator Yates Petroleum Corporation	OCT 14 2004
3. Address of Operator 105 S. 4 th Street, Artesia, NM 88210	OCD-ARTESIA

4. Well Location Unit Letter <u>D</u> : <u>660</u> feet from the <u>North</u> line and <u>660</u> feet from the <u>West</u> line Section <u>34</u> Township <u>18S</u> Range <u>24E</u> NMPM <u>Eddy</u> County	11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3785'GR
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Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>
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: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/>
OTHER: <input type="checkbox"/>	OTHER: Surface casing <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.

9/30/04 - Resumed drilling at 9:45 PM.

10/2/04 - Set 9-5/8" 36# J-55 casing at 1185'. Cemented with 180 sx Class "H" + 10% A-10 + 10# LCM-1 + 1% CaCl₂ + 1/4# Celloflake (yld 1.52, wt 14.6) and 700 sx 35:65:6 + 2% CaCl₂ + 1/4# Celloflake (yld 1.97, wt 12.5). Tailed in with 200 sx "C" + 2% CaCl₂ (yld 1.32, wt 14.8). Cement did not circulate. WOC 7-1/2 hrs. Tagged cement at 455'. Spotted 25 sx cement. WOC 3/4 hr. Tagged cement at 455'. Spotted 25 sx cement. WOC 3/4 hr. Tagged cement at 442'. Spotted 25 sx cement. WOC 3/4 hr. Tagged cement at 437'. Spotted 25 sx cement. WOC 3/4 hr. Tagged cement at 430'. Spotted 25 sx cement. WOC 3-3/4 hrs. Tagged cement at 427'. Spotted 25 sx cement. WOC 3/4 hr. Tagged cement at 424'. Spotted 25 sx cement. WOC 3/4 hr. Tagged cement at 422'. Spotted 25 sx cement. WOC 3/4 hr. Tagged cement at 410'. Spotted 25 sx cement. WOC 3/4 hr. Tagged cement at 403'. Spotted 25 sx cement. WOC 3/4 hr. Tagged cement at 415'. Spotted 25 sx cement. WOC 3/4 hr. Tagged cement at 350'. Spotted 25 sx cement. WOC 1-3/4 hrs. Tagged cement at 343'. Spotted 25 sx cement. WOC 2-3/4 hrs. Tagged cement at 341'. Spotted 25 sx cement. WOC 3/4 hr. Tagged cement at 320'. Spotted 25 sx cement. WOC 3/4 hr. Tagged cement at 283'. Spotted 25 sx cement. WOC 3/4 hr. Tagged cement at 277'. Spotted 35 sx cement. WOC 1 hr. Tagged cement at 226'. Spotted 35 sx cement. WOC 1 hr. Tagged cement at 212'. Spotted 35 sx cement. WOC 1 hr. Tagged cement at 207'. Spotted 35 sx cement. WOC 3/4 hr. Tagged cement at 206'. Spotted 35 sx cement. WOC 1 hr. Tagged cement at 157'. Spotted 35 sx cement. WOC 3/4 hr. Tagged cement at 156'. Spotted 35 sx cement. WOC 3/4 hr. Tagged cement at 105'. Spotted 35 sx cement. WOC 3/4 hr. Tagged cement at 50'. Spotted 120 sx cement. NOTE: Had a total of 25 stages of 1" Class "C" with 4% CaCl cement - 800 sx total to surface. Tested casing 1150 psi for 30 mins. WOC 66 hrs. Reduced hole to 8-3/4" and resumed drilling.

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 October 13, 2004

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

For State Use Only

APPROVED BY: FOR RECORDS ONLY TITLE

DATE OCT 21 2004

Conditions of Approval (if any):