AUG 3 1 2012

APPROVED BY

Conditions of Approval (if any):

Submit One Copy To Appropriate DAMCOCD ARTESIAL of New Mexico Form C-103 Office Energy, Minerals and Natural Resources March 18, 2009 District I WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 District II 30-015-21174 OIL CONSERVATION DIVISION 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Francis Dr. District III 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 B-10716 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A Caroline DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH 8. Well Number 1. Type of Well: Oil Well Gas Well X Other PA 2. Name of Operator 9. OGRID Number Yates Petroleum Corporation 025575 3. Address of Operator 10. Pool name or Wildcat 105 S. 4th Street, Artesia, NM 88210 E. Millman Seven Rivers 4. Well Location Unit Letter D: 660 feet from the North line and 330 feet from the West line Township 19S Range 28E NMPM Eddy 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: PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐ REMEDIAL WORK ALTERING CASING TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS.□ P AND A П PULL OR ALTER CASING  $\Box$ MULTIPLE COMPL CASING/CEMENT JOB □ 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. All metal bolts and other materials have been removed. Portable bases have been removed. (Poured onsite concrete bases do not have to be removed.) All other environmental concerns have been addressed as per OCD rules. Pipelines and flow lines have been abandoned in accordance with 19.15.35.10 NMAC. All fluids have been removed from nonretrieved flow lines and pipelines. When all work has been completed, return this form to the appropriate District office to schedule an inspection. SIGNATURE 7 TYPE OR PRINT NAME KOTH HUTCHINS For State Use Only to Release DATE 9/4/2012