

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

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

WELL API NO. 30-015-23221
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Humidor State Unit
8. Well Number 2
9. OGRID Number 025575
10. Pool name or Wildcat Black River; Atoka, East

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 ☐

RECEIVED

2. Name of Operator
Yates Petroleum Corporation

DEC 8 2005

3. Address of Operator
105 S. 4th Street, Artesia, NM 88210

4. Well Location
Unit Letter J : 1880 feet from the South line and 1980 feet from the East line
Section 26 Township 24S Range 27E NMPM Eddy County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3201'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 _____

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 ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDON ☐
CASING/CEMENT JOB ☐

OTHER: Re-entry procedures, perforate and stimulate ☒

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.

10/5/05 - 12/5/05

Dig out and cut off dry hole marker and began re-entry procedures. Drilled out surface plug. Tagged cement retainer at 2308'. Tested casing to 2000 psi. Drilled out retainer. Circulated clean. Drilled out CIBP's. Drilled out cement to 6300'. Drilled cement to 10,885'. Displaced hole with 7% KCL water. Drilled CIBP at 10,890'. TIH to 10,930' and circulated clean. There was 5' cement on top of liner. Drilled down to top of liner at 11,500'. Circulated clean. TIH and tagged up at 12,170'. Drill piece of CIBP. Wash down to 12,398'. Tag up. Milled down to 11,524' and circulated clean. TIH with 3-3/4" bit and collars. Tagged up at 12,395'. Washed sand down to PBTD 12,516'. Circulated clean. TIH to 12,350' and circulated clean. Perforate Morrow 12,470'-12,474', 12,460'-12,470' and 12,450'-12,456' with 122 - .20" holes. Acidize Morrow 12,450'-12,474' with 2000g 7-1/2% MSA. Set composite plug at 12,284'. Perforate Atoka 11,830'-11,850', 11,894'-11,900', 11,930'-11,934', 12,224'-12,250' with 336 - .42" holes. Acidize Atoka with 2500g 7-1/2% MSA + 3000 scf/bbl N2. Set composite plug at 11,780'. Perforate Wolfcamp 10,374'-10,390', 10,790'-10,800', 11,010'-11,020' with 273 - .42" holes. Set RBP at 11,060'. Acidize Wolfcamp 10,790'-10,800' and 11,010'-11,020' with 3000g 7-1/2% MSA. Acidize Wolfcamp 10,374'-10,390' with 2000g 7-1/2% MSA. Set packer at 10,300'.

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 December 7, 2005

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

FOR RECORDS ONLY

For State Use Only

APPROVED BY: _____ TITLE _____ DATE _____

Conditions of Approval (if any): _____

DEC 8 2005