

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

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

Form C-103

May 27, 2004

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		WELL API NO. 30-005-63771 5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/> 6. State Oil & Gas Lease No.
2. Name of Operator Yates Petroleum Corporation		7. Lease Name or Unit Agreement Name Erma Com
3. Address of Operator 105 S. 4 th Street, Artesia, NM 88210		8. Well Number 3
4. Well Location Unit Letter C : 660 feet from the North line and 1980 feet from the West line Section 1 Township 10S Range 24E NMPM Chaves County		9. OGRID Number 025575
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3554'GR		10. Pool name or Wildcat Wildcat Precambrian
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 ☐ PLUG AND ABANDON ☐
 TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
 PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ PLUG AND ABANDON ☐
 COMMENCE DRILLING OR RE-ENTRY ☐ TEMPORARILY ABANDON ☒
 CASING/CEMENT FOR ☐ REMEDIATION AND ☐
 ENVIRONMENTAL RESTORATION ☐
 OTHER: Surface and Intermediate casing ☒ **final inspection is completed.**

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.

8/24/07 – Resumed drilling at 6:01 AM.

8/25/07 – Set 13-3/8" 48# H-40 casing at 903'. Cemented with 500 sx 35:65:6 Poz "C" + 0.125#/sx D130 + 6% D20 + 5#/sx D24 + 3% S1 (yld 2.78, wt 12.7). Tailed in with 200 sx Class "C" + 0.125% D130 + 2% S1 (yld 1.34, wt 14.8). Cement circulated to surface.

WOC 22 hrs 30 min. Reduced hole to 12-1/4" and resumed drilling.

8/28/07 – Set 8-5/8" 24# J-55 casing at 1617'. Cemented with 586 sx 35:65:6 Poz "C" + 0.125#/sx D130 + 6% D20 + 5#/sx D24 + 1% S1 (yld 2.78, wt 12.7). Tailed in with 200 sx Class "C" + 0.125#/sx D130 + 2% S1 (yld 1.34, wt 14.8). Cement circulated to surface.

WOC 23 hrs 15 min. Reduced hole to 7-7/8" and resumed drilling.

9/6/07 – Reached TD 4797' at 3:00 AM. Set cement plug #1 from 4032'-4132' with 40 sx Class "C" Neat.

9/7/07 – Set cement plug #2 from 3280'-3380' with 40 sx Class "C" Neat. Set cement plug #3 from 1465'-1655' with 55 sx Class "C" with additives. WOC. Tagged cement at 1491'. Set cement plug #4 from 850'-950' with 40 sx Class "C" Neat. Set cement plug #5 from 62' to surface with 45 sx Class "C" Neat. **WELL IS PLUGGED AND ABANDONED. FINAL REPORT.**

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 September 11, 2007

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

For State Use Only

APPROVED BY: [Signature] TITLE Comptroller DATE 9/22/07
 Conditions of Approval (if any):