

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
 June 19, 2008

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

WELL API NO. 30-015-36421
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. V-5604
7. Lease Name or Unit Agreement Name Junior AWW State
8. Well Number 4H
9. OGRID Number 025575
10. Pool name or Wildcat Wildcat; Wolfcamp

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
 Surf-Unit Letter I : 2130 feet from the South line and 150 feet from the East line
 BHL-Unit Letter L : 2270 feet from the South line and 330 feet from the West line
 Section 17 Township 16S Range 28E NMPM Eddy County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3563'GR

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL. <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER: Production 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.

10/13/08 – Set kickoff plug at 5850'-6250' with 200 sx Class "H" + 0.65% D65 + 0.1% D13 (yld 0.99, wt 17). Tagged cement at 5778'.
 10/16/08 – Decision made to re-plug hole and start over. Drilled out 1 more joint to get some rathole for the cement to fill to have better plug. Pumped 190 sx Class "H" + 0.65% D65 + 0.1% D13 (yld .99, wt 18.8). WOC. Tagged cement at 5629'. WOC. Dress cement plug to 5770'.
 10/18/08 – Drilled cement from 5770'-5936'. Started to drill directionally.
 11/5/08 – Reached TD 7-7/8" hole 10,994'.
 11/7/08 – Set 5-1/2" 17# HCP-110 LT&C casing at 10,994'. Cemented with 650 sx 50/50 Poz + 0.2% D13 + 0.125#/sx D130 + 0.2% D167 + 10% D20 + 5% D44 + 0.2% D46 + 0.2% D65 (yld 2.47, wt 11.9). Tailed in with 650 sx PVL + 2% D112 + 30% D151 + 2% D174 + 0.2% D46 + 0.6% D65 + 1% S1 (yld 1.83, wt 13). Cement circulated to surface.

ACCEPTED FOR RECORD

Spud Date: 9/24/08 Rig Release Date: 11/8/08 NOV 21 2008

Gerry Guye, Deputy Field Inspector
 NM OGD-District II ARTESIA

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 November 19, 2008

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

For State Use Only

APPROVED BY: _____ TITLE _____ DATE _____

Conditions of Approval (if any): _____