

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

RECEIVED

AUG 24 2010

NMOCD ARTESIA

Energy, Minerals and Natural Resources

CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

October 13, 2009

WELL API NO.

30-015-28629

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

L-1897

7. Lease Name or Unit Agreement Name

NDDUP Unit

8. Well Number

3

9. OGRID Number

025575

10. Pool name or Wildcat

Dagger Draw; Upper Penn, North

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 P&A ☐

2. Name of Operator

Yates Petroleum Corporation

3. Address of Operator

105 South Fourth Street, Artesia, NM 88210

4. Well Location

Unit Letter C : 660 feet from the North line and 1980 feet from the West line
Section 16 Township 19S Range 25E NMPM Eddy County

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

3510'GR

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 ☐
DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☒
CASING/CEMENT JOB ☐OTHER: ☐OTHER: ☐

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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

8/9/10 – MIRU. Unseated pump. Pumped 65 bbls of hot water down tubing. NU BOP.

8/10/10 – POOH with tubing. RIH with gauge ring and junk basket to 7700'. Set a 7" 10K Alpha CIBP at 7640'. Pumped 242 bbls fresh water. Loaded and tested casing to 1000 psi, held good. Made 2 runs with 4" dump bailer to put 35' cement on top of CIBP.

8/11/10 – Pumped 100 bbls of fresh water and tested casing to 1000 psi, held for 10 min – good. Pumped 280 bbls mud gel. Pumped 25 sx Class "H" cement at 7356'. TOC at 7202'. Did not have to tag. Pumped 30 sx Class "C" cement at 5632'. TOC at 5448'. Did not have to tag. Pumped 30 sx Class "C" cement at 3583'. TOC at 3339'. Did not have to tag. Perforated 4 holes at 2262'. Tested casing to 500 psi, held good. Pumped 35 sx Class "C" cement at 2304'. TOC at 2089'.

8/12/10 – Tagged cement plug at 2037'. Perforated 4 holes at 1215'. Tied onto casing. Pressured up to 500 psi, held good for 5 min. Pumped 35 sx Class "C" cement at 1275'. WOC 3 hrs. Tagged cement plug at 1073'. Perforated 4 holes at 150'. Tied onto casing and pumped 90 sx Class "C" cement. Circulated out 9-5/8" x 7". ND BOP. Topped out casing with cement.

8/18/10 – Dug out cellar and cut off wellhead. Installed dry hole marker. Filled cellar back in. Dug out anchors and cleaned location.

WELL IS PLUGGED AND ABANDONED.

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE

TITLE

Regulatory Compliance Supervisor

DATE

August 23, 2010

Type or print name

Tina Huerta

E-mail address:

tina.huerta@yatespetroleum.com

PHONE:

575-748-4168

For State Use Only

APPROVED BY:

TITLE

Approved for filing with the State of New Mexico
Liability under bond is retained pending receipt
of C-103 (Subsequent Report of Well Plugging)
which may be found at OCD Web Page under
Forms: www.emnrd.state.nm.us/oed.

DATE

8/24/2010

Conditions of Approval (if any):

OCD