District I

1625 N. French Dr., Hobbs, NM 88240

District II

State of New Mexico Energy, Minerals & Natural Resources

Form C-104 Revised June 10, 2003

5 Copies

1301 W. Grand Avenue, Artesia, NM 88210 Submit to Appropriate District Office District III Oil Conservation Division 1000 Rio Brazos Rd., Aztec, NM 87410 1220 South St. Francis Dr. District IV Santa Fe, NM 87505 1220 S. St. Francis Dr., Santa Fe, NM 87505 ☐ AMENDED REPORT REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT ¹ Operator Name and Address ² OGRID Number 025575 Yates Petroleum Corporation 105 South Fourth Street ³ Reason for Filing Code/ Effective Date Artesia, NM 88210 GC Eidson ⁶ Pool Code 76360 ⁴ API Number ⁵ Pool Name Und. Morton; Morrow (Gas) 30-025-29451 Well Number ⁷ Property Code ⁸ Property Name 32128 Reed AXV Com 10 Surface Location North/South Line East/West line County UL or lot no. | Section | Township Lot.Idn Feet from the Feet from the Range 12 158 34E 1870 South 2080 West Lea 11 Bottom Hole Location East/West line UL or lot no. | Section | Township Range Lot Idn North/South line Feet from the County Feet from the ¹⁷ C-129 Expiration Date 15 C-129 Permit Number ¹⁶ C-129 Effective Date 12 Lse Code Producing Method Gas Connection Code Date 7-10-04 III. Oil and Gas Transporters 22 POD ULSTR Location 18 Transporter ¹⁹ Transporter Name ²⁰ POD 21 O/G **OGRID** and Address and Description BP Pipelines North America, Inc. 209700 O Unit K, Sec. 12-T15S-R34E 502 N. West Avenue Levelland, TX 79336 147831 Agave Energy Co. G 105 S. 4th Str. Unit K, Sec. 12-T15S-R34E Artesia, NM 88210 3 IV. Produced Water ²⁴ POD ULSTR Location and Description ²³ POD Unit K, Sec. 12-T15S-R34E V. Well Completion Data ²⁵ Spud Date 27 TD ³⁰ DHC, MC ²⁶ Ready Date 28 PBTD ²⁹ Perforations 2-17-04 R/E 5-24-04 13330 13294' 12968-12999 31 Hole Size 33 Depth Set 34 Sacks Cement 32 Casing & Tubing Size 17-1/2" 13-3/8" 406' In Place 11" 8-5/8" 4616' In Place 7-7/8" 5-1/2" 2292-10450 In Place 4-3/4" 3-1/2" 13330 200 sx (TOC@8730'-CBL) VI. Well Test Data 35 Date New Oil 36 Gas Delivery Date 37 Test Date 38 Test Length ³⁹ Tbg. Pressure ⁴⁰ Csg. Pressure 7-10-04 7-10-04 5-21-04 24 Hrs 340# ⁴⁵ AOF 46 Test Method 41 Choke Size ⁴² Oil 44 Gas Water 32/64" 0 0 2128 **Flowing**

⁴⁷ I hereby certify that the rules of the Oil Conservation Division have OIL CONSERVATION DIVISION been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature: Approved by: PETROLEOM ENGINEER Title: Printed name: Stormi Davis Title: Approval Date: Regulatory Compliance Technician E-mail Address: SEP 2 4 2004 Phone: Date: 7-12-04 505-748-1471