

Submit 1 Copy To Appropriate District Office  
District I - (575) 393-6161  
1625 N. French Dr., Hobbs, NM 88240  
District II - (575) 748-1283  
811 S. First St., Artesia, NM 88210  
District III - (505) 334-6178  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV - (505) 476-3460  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-103

Revised August 1, 2011

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

WELL API NO. 30-025-35410
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VO-6023
7. Lease Name or Unit Agreement Name Koala AXZ State
8. Well Number 1
9. OGRID Number 025575
10. Pool name or Wildcat Four Lakes; Austin, South (Gas)

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 <input type="checkbox"/>	
2. Name of Operator Yates Petroleum Corporation	
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210	
4. Well Location Unit Letter <u>A</u> : <u>990</u> feet from the <u>North</u> line and <u>330</u> feet from the <u>East</u> line Section <u>19</u> Township <u>12S</u> Range <u>35E</u> NMPM <u>Lea</u> County <u></u>	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4114'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 ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

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

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.

Yates Petroleum Corporation plans to plug and abandon this well as follows:

1. MIRU any safety equipment as needed. NU BOP. TOH with production equipment.
2. Set a CIBP at 12,500' with 35' cement on top. Set a 2<sup>nd</sup> CIBP at 12,090' with 35' cement on top. Set a 3<sup>rd</sup> CIBP at 11,750' with 35' cement on top.
3. Circulate hole with plugging mud. Spot a 100' cement plug from 9000'-8900'.
4. Cut 5-1/2" casing at 7500'. Pull Casing.
5. Spot a 100' cement plug from 7550'-7450'. WOC and tag.
6. Spot a 100' cement plug from 5700'-5600'. Spot a 100' cement plug from 4285'-4185'. WOC and tag.
7. Spot a 100' cement plug from 2100'-2000'. Spot a 100' cement plug from 458'-358'. WOC and tag. Spot a 10' cement plug at surface.
8. Install dry hole marker and clean location.

Wellbore schematics attached

NOTE: Yates Petroleum Corporation will use steel pits and no earth pits.

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 Tina Huerta TITLE Regulatory Reporting Supervisor DATE July 26, 2013

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

For State Use Only

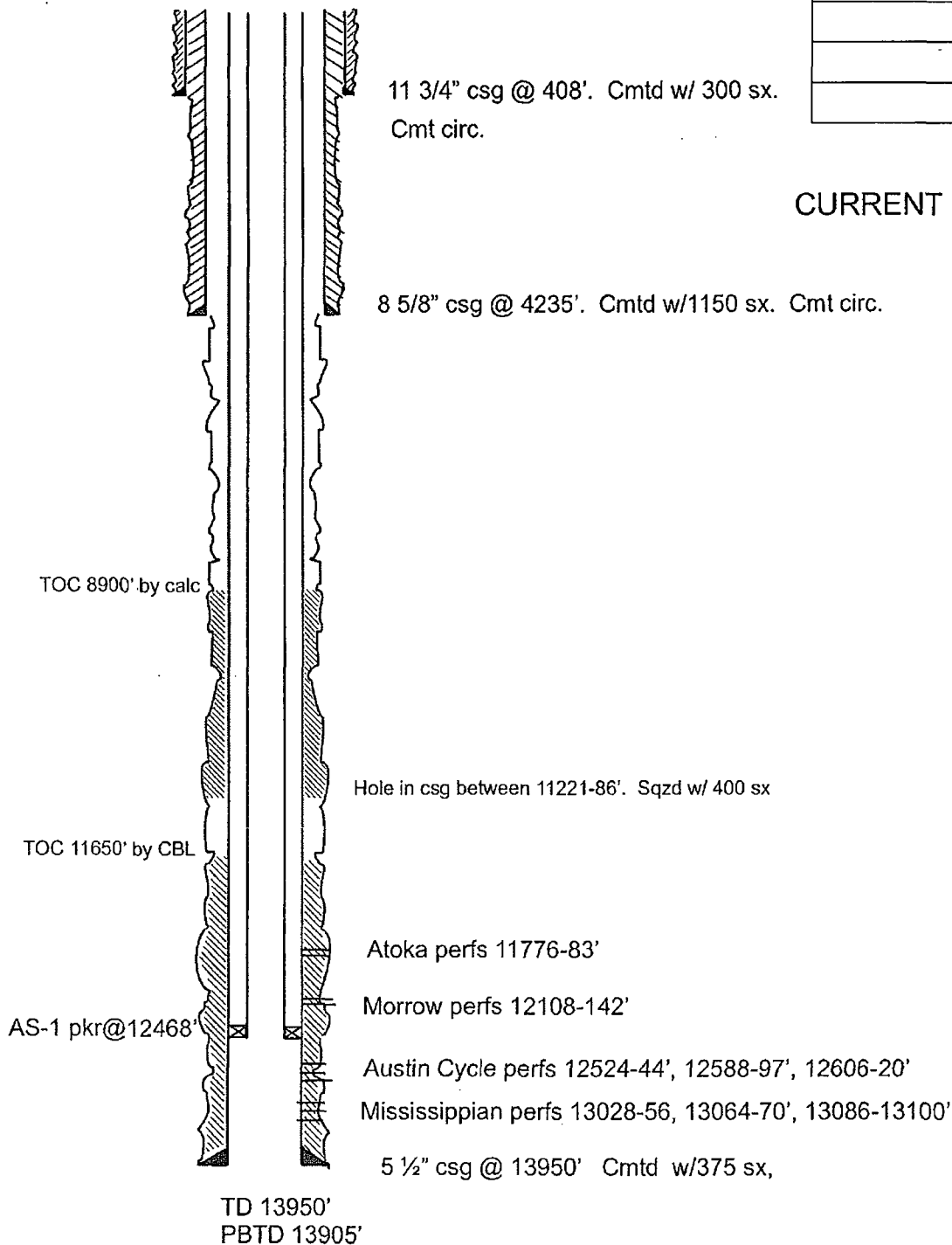
APPROVED BY [Signature] TITLE Dist. MGR DATE 7-31-2013  
Conditions of Approval (if any):

JUL 31 2013

OIL CONSERVATION DIVISION - Hobbs office Must Be Notified  
24 hours prior to the beginning of Plugging Operations.

<b>Well Name:</b> Koala AXZ State #1		<b>Field:</b>	
<b>Location:</b> 990' FNL & 330' FEL Sec. 19-12S-35E Lea Co, NM			
<b>GL:</b> 4114'	<b>Zero:</b>	<b>AGL:</b>	<b>KB:</b> 4133'
<b>Spud Date:</b>		<b>Completion Date:</b>	
<b>Comments:</b>			

Casing Program	
Size/Wt/Grade/Conn	Depth
11 3/4" 42# H40	408'
8 5/8" 32# J55	4235'
5 1/2" 17&20# L80, P110	13950'

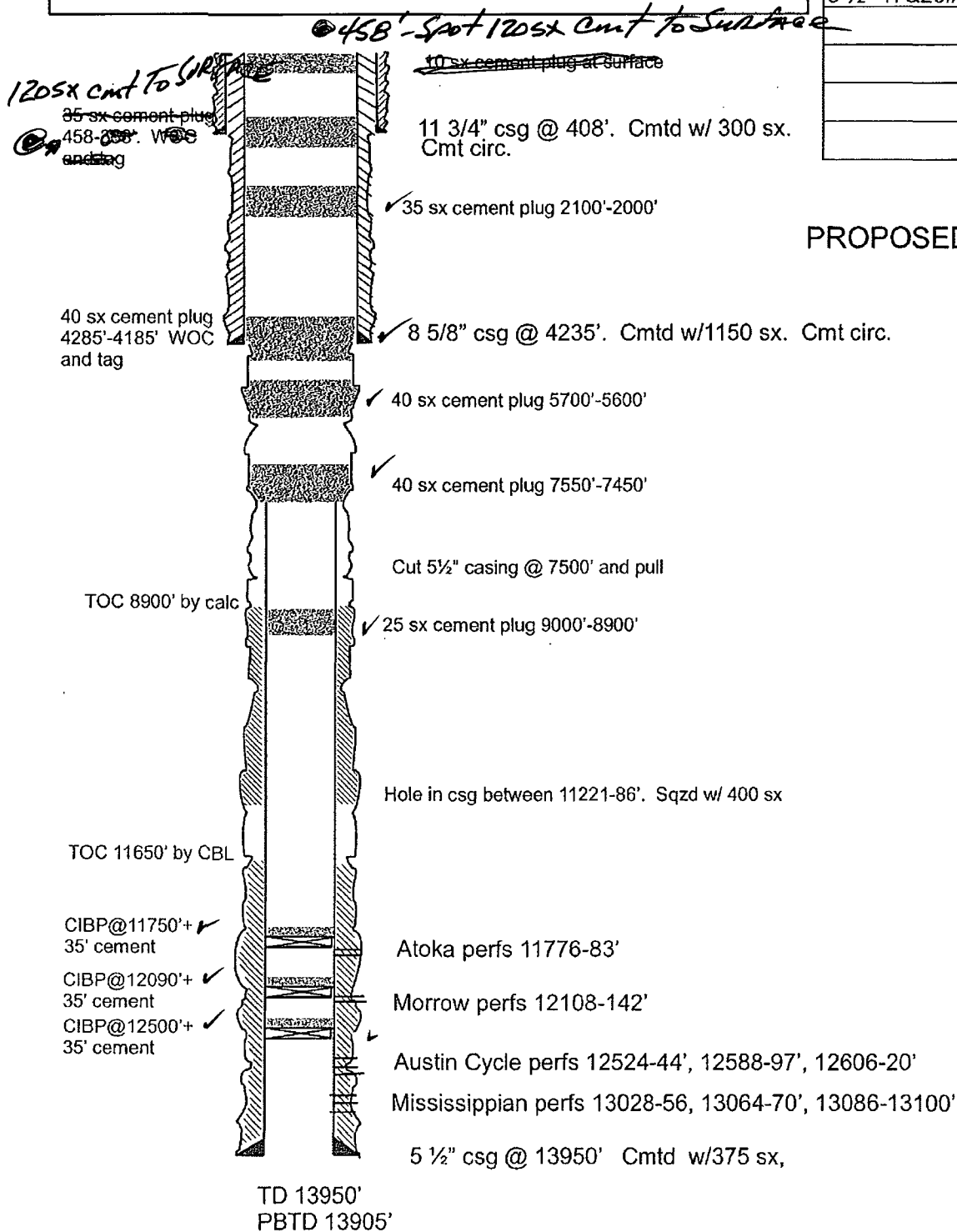


## CURRENT CONFIGURATION

Date: 6/27/13 Koala #1

Well Name: Koala AXZ State #1		Field:	
Location: 990' FNL & 330' FEL Sec. 19-12S-35E Lea Co, NM			
GL: 4114'	Zero:	AGL:	KB: 4133'
Spud Date:		Completion Date:	
Comments:			

Casing Program	
Size/Wt/Grade/Conn	Depth
11 3/4" 42# H40	408'
8 5/8" 32# J55	4235'
5 1/2" 17&20# L80, P110	13950'



## PROPOSED CONFIGURATION

Date: 6/27/13 Koala #1A