

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  
May 27, 2004

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

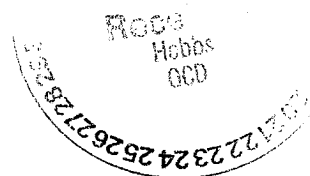
|                                                                                                                                                                                                                     |  |                                                                                                     |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|-----------------------------------------------------------------------------------------------------|
| <b>SUNDRY NOTICES AND REPORTS ON WELLS</b><br>(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.)       |  | WELL API NO.<br>30-025-36983                                                                        |
| 1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other                                                                                                               |  | 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 2. Name of Operator<br>Yates Petroleum Corporation                                                                                                                                                                  |  | 6. State Oil & Gas Lease No.                                                                        |
| 3. Address of Operator<br>105 S. 4 <sup>th</sup> Street, Artesia, NM 88210                                                                                                                                          |  | 7. Lease Name or Unit Agreement Name<br>East Sand Springs BGC State Com                             |
| 4. Well Location<br>Unit Letter <u>I</u> : <u>660</u> feet from the <u>South</u> line and <u>930</u> feet from the <u>East</u> line<br>Section <u>5</u> Township <u>11S</u> Range <u>35E</u> NMPM <u>Lea</u> County |  | 8. Well Number<br>7                                                                                 |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)<br>4142' GR                                                                                                                                                      |  | 9. OGRID Number<br>025575                                                                           |
| 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

|                                                |                                           |                                                  |                                              |
|------------------------------------------------|-------------------------------------------|--------------------------------------------------|----------------------------------------------|
| <b>NOTICE OF INTENTION TO:</b>                 |                                           | <b>SUBSEQUENT REPORT OF:</b>                     |                                              |
| 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 & A <input type="checkbox"/>               |
| PULL OR ALTER CASING <input type="checkbox"/>  | MULTIPLE COMPL <input type="checkbox"/>   | CASING/CEMENT JOB <input type="checkbox"/>       |                                              |
| OTHER: <input type="checkbox"/>                |                                           | OTHER: <input checked="" type="checkbox"/>       | Drilling <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.

2-26-06 Made 5' of new hole. TD=125'. Notified Sylvia Dickey w/Hobbs NMOCD via email.



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 Stormi Davis TITLE Regulatory Compliance Technician DATE 3-7-06

Type or print name Stormi Davis E-mail address: stormid@ypcnm.com Telephone No. 505-748-1471

For State Use Only

APPROVED BY: Louise Wink TITLE OC FIELD REPRESENTATIVE II/STAFF MANAGER DATE MAR 09 2006  
Conditions of Approval (if any):