

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

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.)		WELL API NO. 30-025-37259
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Yates Petroleum Corporation		6. State Oil & Gas Lease No.
3. Address of Operator 105 S. 4 th Street, Artesia, NM 88210		7. Lease Name or Unit Agreement Name Chesney State Unit
4. Well Location Unit Letter <u>O</u> : <u>750</u> feet from the <u>South</u> line and <u>1650</u> feet from the <u>East</u> line Section <u>2</u> Township <u>11S</u> Range <u>35E</u> NMPM <u>Lea</u> County		8. Well Number 2
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4058' GR		9. OGRID Number 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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

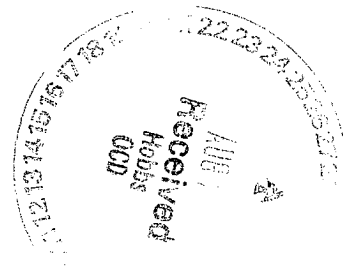
REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P & A ☐
CASING/CEMENT JOB ☐

OTHER: Recompletion Operations ☒

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.

7-27-06 Set CIBP @ 11850' and capped w/35' cement. Perforated Canyon lime 11272-78' w/14 .42" holes. Set packer @ 11210'.
7-28-06 Dumped 250 gal 15% NEFE acid on Canyon.
7-29-06 Spotted 250 gal 15% IC HCl over Canyon.
8-2-06 TOO H w/packer. Set 5-1/2" CIBP @ 11250'. Capped w/35' cement.
8-3-06 Perforated Upper Penn 10820-25' w/12 .42" holes.
8-4-06 Dumped 500 gal 15% NEFE acid with 25 balls on Upper Penn.
8-8-06 Perforated Upper Penn 10398-404' (6) and 10456-464' (9) for total of 15 .42" holes.
8-9-06 Acidized 10398-464' w/1000 gal 15% NEFE w/25 balls.
8-11-06 Acidized 10398-464' w/3000 gal 20% IC acid.
8-15-06 Set CIBP @ 10800'. Capped w/35' cement.

2-7/8" tubing @ 10512'



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 8-23-06

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

For State Use Only

APPROVED BY Gay W. Wink OIL FIELD REPRESENTATIVE II/STAFF MANAGER
Conditions of Approval (if any): 2A sand Springs Atoka - Morrow (Gas) DATE SEP 26 2006