

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

WELL API NO. 30-015-31913
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. V-2705
7. Lease Name or Unit Agreement Name Graham AKB State
8. Well Number 8
9. OGRID Number 025575
10. Pool name or Wildcat Lost Tank; Delaware

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-103) FOR SUCH PROPOSALS.)	
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	
2. Name of Operator Yates Petroleum Corporation	
3. Address of Operator 105 S. 4 <sup>th</sup> Street, Artesia, NM 88210	
4. Well Location Unit Letter <u>E</u> : <u>1650</u> feet from the <u>North</u> line and <u>330</u> feet from the <u>West</u> line Section <u>2</u> Township <u>22S</u> Range <u>31E</u> NMPM <u>Eddy</u> County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3514'GR	
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 ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDON ☐  
CASING/CEMENT JOB ☐

OTHER: ☐

OTHER: Additional Delaware perms and stimulate ☒

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.

9/1/06 – Perforate Delaware 8104'-8110' (7), 8116'-8126' (11). Acidize with 750g 7-1/2% HCL acid with 30 ball sealers. Frac with a water frac, 293 bbls fluid, 30,000# 20/40 RCS.  
9/8/06 – Perforate Delaware 7946'-7950' (5), 7964'-7970' (7), 7996'-8002' (7) and 8004'-8010' (7). Acidize Delaware with 1000g 7-1/2% HCL acid with 30 ball sealers.  
9/13/06 – Perforate Delaware 7218'-7224' (7) and 7484'-7492' (9). Acidize Delaware 7484'-7492' with 500g 7-1/2% HCL acid.  
Acidize Delaware 7218'-7224' with 500g 7-1/2% HCL acid.  
9/15/06 – Frac Delaware 7218'-7492' with a water frac, 279 bbls fluid, 30,000# 20/40 RCS.  
9/28/06 – Perforate Delaware 6410'-6418' (7), 6478'-6486' (9) and 6568'-6580' (13). Acidize with 1000g 7-1/2% HCL acid. 2-7/8" tubing and SN at 8160'.

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 NMOC guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Tina Huerta TITLE Regulatory Compliance Supervisor DATE October 9, 2006

Type or print name Tina Huerta E-mail address: tinah@ypcnm.com Telephone No. 505-748-1471

For State Use Only

APPROVED BY: FOR RECORDS ONLY TITLE \_\_\_\_\_

Conditions of Approval (if any):

DATE OCT 12 2006