Submit 3 Copies To Appropriate District Office	State of N			Form C-103				
District I	Energy, Minerals as	Energy, Minerals and Natural Resources			Revised March 25, 199			
1625 N. French Dr., Hobbs, NM 88240 District II			WELL API NO.					
811 South First, Artesia, NM 88210	OIL CONSERVA	ATION	DIVISION	30-015-31055 5. Indicate Type of	CT			
District III	1220 South 5	1220 South St. Francis Dr.						
1000 Rio Brazos Rd., Aztec, NM 87410 District IV	Santa Fe, NM 87505			STATE 2				
1220 S. St. Francis Dr., Santa Fe, NM 87505	Z,		6. State Oil & G B-10716-1	as Lease No.				
	CES AND REPORTS ON	WELLS		7. Lease Name or	Unit Agreement Name			
(DO NOT USE THIS FORM FOR PROPOS DIFFERENT RESERVOIR. USE "APPLIC PROPOSALS.) 1. Type of Well:	Telescope 28	State Com						
Oil Well Gas Well X	Other							
2. Name of Operator	Other			8. Well No.				
Yates Drilling Company				1				
3. Address of Operator				9. Pool name or Wildcat				
105 South 4th St., Artesia, NI 4. Well Location		Winchester Morrow						
4. Well Location								
Unit Letter <u>G: 198</u>	60 feet from the N	line and	d <u>1650</u> feet fr	om the E	line			
Section 28	Township 19S	Range	28E N	ммрм Еф	dy County			
	10. Elevation (Show wh	ether Di			The second second			
		3384'						
11 Check A	ppropriate Box to Indi			Report or Other 1	Data			
NOTICE OF IN		cate 14		SEQUENT REF				
PERFORM REMEDIAL WORK	PLUG AND ABANDON	X	REMEDIAL WOR	MEDIAL WORK ALTERING				
TEMPORARILY ABANDON	CHANGE PLANS		CASING COMMENCE DRILLING OPNS. PLUG AND					
	MULTIPLE		CASING TEST AND					
PULL OR ALTER CASING	COMPLETION		CEMENT JOB					
OTHER:]	OTHER:	Motio				
Describe proposed or completed of	perations. (Clearly state all	l pertinei	nt details, and give p	pertinent dates, in hi	distributed the of			
starting any proposed work). SEE	RULE 1103. For Multiple	Comple	tions: Attach wellbe	ore diagram o	The samplation of			
recompletion					7000			
1) Set CIBP @ 10,850'								
2) Spot cement on CIBP from 10,800'-10,850' (50')								
starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of the recompletion 1) Set CIBP @ 10,850' 2) Spot cement on CIBP from 10,800'-10,850' (50') 3) Set CIBP @ 8350'. 4) Cut 5 ½" casing @ approx. 8300' and pull same 5) Spot cement plug from 8250'-8350' across casing stub 6) Spot cement plug from 5150'-5250' in 7 7/8" open hole 7) Spot cement plug from 3060'-3160' across 8 5/8" casing shoe @ 3110'-746.								
4) Cut 5 1/2" casing @ approx. 8300' and pull same 5) Spot cement plug from 8250'-8350' across casing stub 6) Spot cement plug from 5150'-5250' in 7 7/8" open hole — TAC								
6) Spot cement plug from 5150'-5250' in 7 7/8" open hole — TAG Spot cement plug from 3150'-5250' in 7 7/8" open hole — TAG RECEIVED RECEIVED								
Spot cement plug from 5150'-5250' in 7 7/8" open hole — 7/8" Spot cement plug from 3060'-3160' across 8 5/8" casing shoe @ 3110'— 7/8" Spot cement plug from 350'-450' across 13 3/8" casing shoe @ 400'— TWC. Spot cement plug from 0-50' 60' Erect dry hole marker, remove all equipment and clean location I hereby certify that the information above is true and complete to the best of my knowledge and belief.								
8) ** Spot cement plug from 350'-450' across 13 3/8" casing shoe @ 400'- TM 0CD - ART								
9) Spot cement plug from 0-50 60 /								
10) Erect dry hole marker, re	emove all equipment and	d clean I	ocation		910000000000000000000000000000000000000			
I hereby certify that the information	above is true and complet	e to the 1	oest of my knowled	ge and belief	ZIN Chan			
$\gamma = \gamma$				-				
SIGNATURE Formy		Oper	ations Tech	DATE 9/26	<u>5/2006</u>			
i-1	J. Leishman		Telephone N	o. 505-748-8863				
(This space for State use)	0		· •		,			
APPPROVED BY Air A	swhere's T	ritle <u> </u>	¹		DATE 10/10/0			
APPPROVED BY 17 W 77 Conditions of approval, if any: y Ates Q 749' - Spot Salt Base 546' - 5	· 100' CMT plug	(799	·'-699') T	AG.				
/	200 100' cmi pla.	(50	a6' 496')	TAC.				
Salt Base 546 - 31	70.							

Submit 3 Copies To Appropriate District Office	State of N			Form C-103				
<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240	Energy, Minerals and Natural Resources			Revised March 25, 1999 WELL API NO.				
District II	OIL CONSERVATION DIVISION			30-015-31055				
811 South First, Artesia, NM 88210 District III				5. Indicate Type of Lease				
1000 Rio Brazos Rd., Aztec, NM 87410	1220 South St. Francis Dr.			STATE X FEE				
District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505					6. State Oil & Gas Lease No. B-10716-1			
SUNDRY NOTION	7. Lease Name or Unit Agreement Name:							
(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				Telescope 28 State Com				
PROPOSALS.) 1. Type of Well:				relescope 20	sidie Com			
Oil Well Gas Well X	Other							
2. Name of Operator	8. Well No.							
Yates Drilling Company				1				
3. Address of Operator				9. Pool name or Wildcat				
105 South 4th St., Artesia, NA	√ 88210			Winchester Morrow				
4. Well Location								
Unit Letter <u>G: 198</u>	O feet from the N	_ line and	11650_ feet fro	om theE	line			
9 4 29	T 1: 100	D.	40F 3	n m	dv. Gaaat			
Section 28	Township 198	Range		MPM Edd	dy County			
10. Elevation (Show whether DR, RKB, RT, GR, etc.) 3384' GR								
	ppropriate Box to Ind	licate Na						
NOTICE OF IN	TENTION TO:		SUBS	SEQUENT RE				
PERFORM REMEDIAL WORK	PLUG AND ABANDON	X	REMEDIAL WORK	(ALTERING CASING			
TEMPORARILY ABANDON	CHANGE PLANS		COMMENCE DRIL		PLUG AND ABANDONMENT			
PULL OR ALTER CASING	MULTIPLE COMPLETION		CASING TEST AN CEMENT JOB	D				
OTHER:			OTHER:					
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								
Attached is a well bore scher	natic for the plugging	of the v	vell.	_				
				010	111213747			
				(1) (1) (1) (1) (1) (1) (1) (1) (1) (1)	10/6			
				# 456 # 456				
				(W)	12 13 14 15 16 15 16 15 20 21 18 19 20 21 18 19 20 21			
				[] [S	3.8 3 20			
					NA NA			
				120				
				1000	3 C 2 2 C 7 7 6 6 7			
					-CG 8 C 3 C			
I hereby certify that the information above is true and complete to the best of my knowledge and belief.								
SIGNATURE Karen Les	shua. TITLE_	Operc	tions Tech	DATE 10/0	<u>06/2006</u>			
Type or print name Karen J	. Leishman		Telephone N	o. 505-748-8863				
(This space for State use)								
ADDROVED SIL		mree -			no and to f			
APPPROVED BY Conditions of approval if any:		TITLE			DATE 10/10/0C			

Telescope 28 State Com #1 30-015-31055 Unit G, 1980' FNL & 1650' FEL Section 28-19S-28E PROPOSED: Surface Coment Plug (0'-50') PROPOSED: Coment Plug across 13 3/8" Shoe (350'-450') Salt Base @ 546 Yates @ 749 1,000 7 Rivers @ 1,215 1,500 Queen @ 1,694 2,000 Grayburg @ 2,090 2,500 PROPOSED: Coment Plug across 8 5/8" Shoo (3060"-3160") 3,500 4,000 4,500 5,000 **i**Proposed: Open Hole Cement Plug (5150'-5250') 5,500 6,000 6,500 7,000 7,500 8,000 i Proposèd: Cement Plug across 5 1/2" Stub (8250'-8350') 8,500 9,000 9,500 10,000 10,500 PROPOSED: CIBP w/Coment on Top (10800-10850) EXISTING: CIEP with Cement on Top (10965-11015) EXISTING: Cement Plug Shoe to Float (11177-11200) 11,000 Mississippian @ 11,118 11,500 Perforations 10874-10896 Perforations 11088-11092 12,000

Yates Drilling Company