Submit 3 Copies To Appropriate District State of New Mexico Form C-103 Office March 4, 2004 Energy, Minerals and Natural Resources District I WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 District II 30-025-37562 OIL CONSERVATION DIVISION 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Francis Dr. District III STATE | 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 FEE [District IV 1220 S. St. Francis Dr., Santa Fe, NM 6. State Oil & Gas Lease No. 87505 VO-6276 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A Yarrow BHY State DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) Well Number 1. Type of Well: 2 Oil Well Gas Well Other OGRID Number 2. Name of Operator Yates Petroleum Corporation 25575 3. Address of Operator 10. Pool name or Wildcat 105 South 4th Street, Artesia, New Mexico, 88210 Triple X; Bone Spring 4. Well Location Unit Letter H: 2310 feet from the North line and 330 feet from the East line Township 23S **NMPM** Section Range 33E County Lea 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3670' GR Pit or Below-grade Tank Application (For pit or below-grade tank closures, a form C-144 must be attached) Pit Location: UL H Sect 32 Twp 23S Rng 33E Pit type Drilling Depth to Groundwater 175. Distance from nearest fresh water well<u>more than 1000'</u> Distance from nearest surface water<u>more than 1000'</u> Below-grade Tank Location UL feet from the line and _feet from the __ East__ line 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK REMEDIAL WORK PLUG AND ABANDON ALTERING CASING □ **CHANGE PLANS** COMMENCE DRILLING OPNS. □ TEMPORARILY ABANDON PLUG AND ABANDONMENT PULL OR ALTER CASING **MULTIPLE** CASING TEST AND COMPLETION CEMENT JOB OTHER: OTHER: X Extend APD 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. Yates Petroleum Corporation wishes to extend the captioned well's APD expiration date for one (1) year to November 21 2007. Sources at Yates Petroleum Corporation have relayed information to me that they believe there will not be enough H2S anticipated from the surface to the Bone Spring formation to meet the OCD's minimum requirements for the submission of a contingency plan per Rule 118. Thank you, I hereby certify that the information above is true and complete to the best of my knowledge and belief! I further certify that any property that any proper tank has been/will be constructed or closed according to NMOCD guidelines, a general permit or an (attached) alternative OCDapproved plan **SIGNATURE** TITLE Regulatory Agent/Land Department DATE October 31, 2006 Type or print name: Clifton R. May E-mail address: cliff@ypcnnm.com Telephone No. (505) 748-4347 (This space for State use) his William TITLE

Conditions of approval, if any: