

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

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

<p><b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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.)</p>		<p>WELL API NO. <b>30-025-25126</b></p>
<p>1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/></p>		<p>5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/></p>
<p>2. Name of Operator <b>SAGE ENERGY COMPANY</b></p>		<p>6. State Oil &amp; Gas Lease No. <b>E-794</b></p>
<p>3. Address of Operator <b>P.O. Box 3068, Midland, TX 79701</b></p>		<p>7. Lease Name or Unit Agreement Name <b>YATES STATE</b></p>
<p>4. Well Location Unit Letter <b>P</b> : <b>660</b> feet from the <b>SOUTH</b> line and <b>460</b> feet from the <b>EAST</b> line Section <b>9</b> Township <b>17S</b> Range <b>34E</b> NMPM County <b>LEA</b></p>		<p>8. Well Number <b>1</b></p>
<p>11. Elevation (Show whether DR, RKB, RT, GR, etc.) <b>4066' GR</b></p>		<p>9. OGRID Number <b>20054</b></p>
<p>Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/></p>		<p>10. Pool name or Wildcat <b>VACUUM ABO NORTH</b></p>
<p>Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____</p>		
<p>Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____</p>		

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

<p><b>NOTICE OF INTENTION TO:</b></p> <p>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/>          TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/>          PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/></p>		<p><b>SUBSEQUENT REPORT OF:</b></p> <p>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/>          COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/>          CASING/CEMENT JOB <input checked="" type="checkbox"/></p>	
<p>OTHER: <input type="checkbox"/></p>		<p>OTHER: <input type="checkbox"/></p>	

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.

**Pumped 370 SXS C/S 'C' CEMENT BETWEEN 8 5/8" & 4 1/2" CASING STRINGS. ON 12/27/06.**

**5/21/07: STATE WITNESSED SUCCESSFUL BRIDGEMAN TEST.**

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 **George M. Haderis JR** TITLE **Dist. Engineer** DATE **5/23/07**  
 Type or print name **George M. Haderis JR** E-mail address: **ghaderis@nmsd.com** Telephone No. **432 6835271**  
**For State Use Only**

APPROVED BY: **Chris Williams** TITLE **OC DISTRICT SUPERVISOR/GENERAL MANAGER** DATE **JUN 04 2007**