



Mailed 11-1-07
**NEW MEXICO ENERGY, MINERALS and
NATURAL RESOURCES DEPARTMENT**

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

25-Oct-2007

YATES PETROLEUM CORPORATION 25575
105 S 4TH ST
ARTESIA, NM 88210-



RECEIVED
OCT 26 2007
MAIL ROOM

Property Name: RASCAL BIT STATE

G-19-12S-32E 30-025-37738-00-00 001

Form C-103, Report of Plugging has been approved as to plugging of the Well Bore. Liability under bond is retained until an NMOCD representative has made an inspection of the location and found it to be cleared to comply with OCD rules and regulations. Please check each item in the space provided to indicate that the work has been accomplished and the location is ready for final inspection.

- 11/09/07*
OK
MW
- ☒ 1. All pits have been remediated, filled and leveled.
 - ☒ 2. Rat hole and cellar have been filled and leveled.
 - ☒ 3. A steel marker 4" in diameter and approximately 4' above mean ground level has been set in concrete to mark the exact location of the plugged well. (Marker must have operator name, lease name, well number and location including quarter/quarter section or unit letter, section, township, range and API well ID number permanently welded, stamped or otherwise engraved into the metal marker.)
 - ☒ 4. The location has been leveled as nearly as possible to original top ground contour and has been cleared of all junk and equipment.
 - ☒ 5. The dead men and tie downs have been cut and removed.
 - ☒ 6. If a one well lease or last remaining well on lease, the battery and burn pit locations have been remediated, leveled and cleared of all junk & equipment.
 - ☒ 7. All environmental concerns have been addressed as per OCD guidelines.

The above are minimum requirements and no plugging bond will be cancelled until all locations for plugged and abandoned wells have been inspected.

When all of the work outlined above has been done, please notify this office by completing, signing and returning this letter to us so that our representative will not have to make more than one trip to the location.

I certify that the above work has been done and the above-mentioned lease is ready for OCD inspection and approval.

Name

[Signature]

10-30-07

Title

Construction Supervisor