

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

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

Form C-103

March 4, 2004

WELL API NO.

30-025-38185

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

VA-1949-2

7. Lease Name or Unit Agreement Name

Merle State Unit

8. Well Number

9

9. OGRID Number

25575

10. Pool

Wildcat Wolfcamp

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-104) FOR SUCH
PROPOSALS)

1. Type of Well:

Oil Well ☒ Gas Well ☐ Other ☐

2. Name of Operator

Yates Petroleum Corporation

3. Address of Operator

105 South 4th Street, Artesia, New Mexico, 88210

4. Well Location

Unit Letter E; 1650 feet from the North line and 330 feet from the West line

Section 24

Township 10S

Range 34E

NMPM

County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

4169' GR

Pit or Below-grade Tank Application (For pit or below-grade tank closures, a form C-144 must be attached)

Pit Location: UL E Sect 24 Twp 10S Rng 34E Pit type Drilling Depth to Groundwater less than 50' Distance from nearest fresh water well 1000'

or more Distance from nearest surface water 1000' or more Below-grade Tank Location UL _____ Sect _____ Twp _____ Rng _____ ;

_____ feet from the _____ line and _____ feet from the _____ line

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 COMPLETION ☐

OTHER ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☒

COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐

CASING TEST AND CEMENT JOB ☐

OTHER: ☐

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.

See attached sheet.

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 Debbie L. Caffall TITLE Regulatory Agent/Land Department DATE 1/31/2008

Type or print name Debbie L. Caffall E-mail address: debbie@ypcnm.com Telephone No. (575) 748-4376

(This space for State use)

APPROVED BY Chris Williams TITLE DISTRICT SUPERVISOR/GENERAL MANAGER DATE FEB 25 2008

Conditions of approval, if any:

YATES PETROLEUM CORPORATION
Merle State Unit #9
1650' FNL & 330 FWL
Section 24-T10S-R34E
Lea County, New Mexico

This sheet is an attachment to a C-103 for the Merle State Unit #9. Yates Petroleum Corporation wishes to change the total depth of this well from 9400' to a new depth of 9270'

There will a new casing and cement program:

Type	Hole Size	Casing Size	Casing weight	Setting Depth	Sacks of cement	Estimated TOC
Surface	14 3/4"	11 3/4"	42#	400'	250	Surface
Intermediate	11"	8 5/8"	24# & 32#	4200'	1110	Surface
Production	7 7/8"	5 1/2"	15.5# & 17#	9270	925	3700'

MUD PROGRAM:

0-400' with Fresh Water Gel; 400-2170' with Fresh Water; 2170-4200' with Red Bed Mud/Oil; 4200-7700' with Cut Brine; 7700-TD with SW Gel/Starch.