

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
May 27, 2004

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-101) FOR SUCH PROPOSALS.)		WELL API NO. 30-025-38593 ✓
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Yates Petroleum Corporation ✓		6. State Oil & Gas Lease No. VB-1195
3. Address of Operator 105 S. 4 th Street, Artesia, NM 88210		7. Lease Name or Unit Agreement Name Lucille BKU State Com ✓
4. Well Location Unit Letter B : 660 feet from the North line and 1980 feet from the East line Section 5 Township 12S Range 32E NMPM Lea County		8. Well Number 1 ✓
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4399'GR		9. OGRID Number 025575 ✓
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>		
Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____		
Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____		

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 COMPLETIONS ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDON ☐
CASING/CEMENT JOB ☐
OTHER: Completion Operations ☒

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.

4/8/08 – Perforated Morrow 11,158'-11,174' (64). Acidized with 1500g 7-1/2% Morrow acid with 75 balls.

4/15/08 – Perforated Morrow 11,123'-11,133' (40). Frac with 52,600g 40# CMHPG 65Q, foam with 48,000# 20/40 Bauxite. AS-1 packer and 2-7/8" tubing at 11,049'.

RECEIVED

MAY 19 2008

HOBBS OCD

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 Tina Huerta TITLE Regulatory Compliance Supervisor DATE May 6, 2008

Type or print name Tina Huerta E-mail address: tinah@ypcnm.com Telephone No. 575-748-1471

For State Use Only

APPROVED BY: Chris Williams TITLE DISTRICT SUPERVISOR/GENERAL MANAGER

Conditions of Approval (if any):

DATE MAY 21 2008

District I

1625 N. French Dr., Hobbs, NM 88240
Phone:(505) 393-6161 Fax:(505) 393-0720

District II

1301 W. Grand Ave., Artesia, NM 88210
Phone:(505) 748-1283 Fax:(505) 748-9720

District III

1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources

Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-103
Permit 74119

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NUMBER 30-025-38593
1. Type of Well: G		5. Indicate Type of Lease S
2. Name of Operator YATES PETROLEUM CORPORATION		6. State Oil & Gas Lease No.
3. Address of Operator 105 S 4TH ST, ARTESIA, NM 88210		7. Lease Name or Unit Agreement Name LUCILLE BKU STATE COM
4. Well Location Unit Letter <u>2</u> : <u>660</u> feet from the <u>N</u> line and <u>1980</u> feet from the <u>E</u> line Section <u>5</u> Township <u>12S</u> Range <u>32E</u> NMPM Lea County		8. Well Number 001
		9. OGRID Number 25575
		10. Pool name or Wildcat See Area 13
11. Elevation (Show whether DR, KB, BT, GR, etc.) 4399 GR		
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>		
Pit Type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____		
Pit Liner Thickness _____ mil Below-Grade Tank Volume _____ bbls; Construction Material _____		

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 OF PLANS ☐PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

Other:

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTER CASING ☐COMMENCE DRILLING OPNS ☐ PLUG AND ABANDON ☐CASING/CEMENT JOB ☐Other Perforations/Tubing ☒

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
4/8/08 Perforate Morrow 11,158'-11,174'(64). Acidize with 1500g 7-1/2% Morrow acid with 75 balls
4/15/08 Perforate Morrow 11,123'-11,133'(40). Frac with 52,600g 40# CMHPG 65Q, foam with 48,000# 20/40 Bauxite. AS-1 packer and 2-7/8" tubing at 11,049'.

Perforations

Pool: WILDCAT G-06 S0417270;MORROW (GAS), 96742 Location: B -5-12S-32E 660 N 1980 E

TOP	BOT	Open Hole	Shots/ft	Shot Size	Material	Stimulation	Amount
11158	11174	N	64	0.4		Acid	
11123	11133	N	40	0.25		Frac	

Tubing

WILDCAT G-06 S0417270;MORROW (GAS), 96742

Tubing Size	Type	Depth Set	Packer Set
2.875		11049	11049

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SIGNATURE Electronically Signed _____ TITLE _____ DATE 4/30/2008

Type or print name Monti Sanders E-mail address montis@ypenn.com Telephone No. 575-748-4244

For State Use Only:

APPROVED BY: Chris Sanders DISTRICT SUPERVISOR/GENERAL MANAGER

MAY 27 2008

*Rejected by
NMOC
on 5-2-08
No
Tops*