

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

Form C-103
May 27, 2004

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

WELL API NO. 30-025-38753
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No. VO-5561
7. Lease Name or Unit Agreement Name Waylon State Unit
8. Well Number 7
9. OGRID Number 025575
10. Pool name or Wildcat Eight Mile Draw; Mississippian

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.)

1. Type of Well: Oil Well ☐ Gas Well ☒ Other ☐

2. Name of Operator
Yates Petroleum Corporation

3. Address of Operator
105 S. 4th Street, Artesia, NM 88210

4. Well Location
Unit Letter D : 660 feet from the North line and 330 feet from the West line
Section 22 Township 11S Range 34E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
4155' GR

Pit or Below-grade Tank Application ☐ or Closure ☐

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 COMPL ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P & A ☐
CASING/CEMENT JOB ☐

OTHER: Surface & Intermediate Csg ☒

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.

5/15/08 Rig up rotary tools and resume drilling.

5/16/08 TD 14-3/4" hole to 423'. Set 11-3/4" 42# H-40 csg @ 423'. Cemented w/100 sx Class C Neat + 0.25#/sx Cellophane flakes + 2% CaCl (yld 1.35, wt 14.8). Tailed in w/200 sx Class C + 2% CaCl (yld 1.35, wt 14.8). Cement circulated to surface. Tested csg to 600 psi for 30 min. WOC 19 hrs 45 min. Reduced hole to 11" and resumed drilling.

5/21/08 TD 11" hole to 4180'. Set 8-5/8" 24 & 32# J-55 csg @ 4162'. Cemented w/1000 sx 35:65:6 Poz C + 13#/sx Cellophane Flakes + 5% Salt (yld 2.04, wt 12.5). Tailed in w/200 sx Class C (yld 1.33, wt 14.8). Cement circulated to surface. Tested csg to 1519 psi for 30 min. WOC 45 hrs 35 min. Reduced hole to 7-7/8" and resumed drilling.

RECEIVED

MAY 30 2008

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 Allison Barton TITLE Regulatory Compliance Technician DATE 5/28/08

Type or print name Allison Barton E-mail address: abarton@ypcnm.com Telephone No. (575) 748-4385

For State Use Only

APPROVED BY: Chris Williams TITLE OCD DISTRICT SUPERVISOR/GENERAL MANAGER DATE JUN 05 2008
Conditions of Approval (if any):