

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
June 19, 2008

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

WELL API NO. 30-025-29805
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. LG-2944
7. Lease Name or Unit Agreement Name Shooting Star State SWD
8. Well Number 1
9. OGRID Number 025575
10. Pool name or Wildcat SWD Undesignated Bone Spring

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 <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <u>SWD</u> <input checked="" type="checkbox"/>
2. Name of Operator Yates Petroleum Corporation
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210
4. Well Location Unit Letter <u>J</u> : <u>1650</u> feet from the <u>South</u> line and <u>2310</u> feet from the <u>East</u> line Section <u>11</u> Township <u>18S</u> Range <u>35E</u> NMPM <u>Lea</u> County <u></u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3891' GR

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

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

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.

11/05/08 NU BOP. Unset pkr & TOH w/tbg.
11/06/08 Set pkr @ 6845'. Pumped 139 bbls pkr fluid. ND BOP. Flanged up well. Pressured to 500 psi three times. Would not hold. Left casing open for weekend to let pkr fluid defoam.
11/09/08 Pressured to 500 psi. Would not hold. NU BOP and unset pkr. Circulated 100 bbls pkr fluid & reset pkr @ 6845'. Pressured to 500 psi. Held good. ND BOP and reflare wellhead. Ran MIT. Tested pkr for 30 min. Held good. Notified Sylvia Dickey w/Hobbs OCD on 11/07/08. No witness.

Please see attached chart for Mechanical Integrity Test conducted 11/09/08.

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Allison Barton TITLE Regulatory Compliance Technician DATE 11/20/08

Type or print name Allison Barton E-mail address: abarton@yatespetroleum.com PHONE: (575) 748-4385
For State Use Only

APPROVED BY: [Signature] TITLE OC DISTRICT SUPERVISOR/GENERAL MANAGER DATE NOV 26 2008
Conditions of Approval (if any):

