

RECEIVED

JAN 20 2009

HOBBSD

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO. 30-025-39212	<input checked="" type="checkbox"/>
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>	<input checked="" type="checkbox"/>
6. State Oil & Gas Lease No. VA-2152	
7. Lease Name or Unit Agreement Name Fender State Unit	<input checked="" type="checkbox"/>
8. Well Number 4	<input checked="" type="checkbox"/>
9. OGRID Number 025575	<input checked="" type="checkbox"/>
10. Pool name or Wildcat Mescalero; Upper Penn, North	<input checked="" type="checkbox"/>

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 South Fourth Street, Artesia, NM 88210

4. Well Location-
Unit Letter J : 1980 feet from the South line and 1980 feet from the East line
Section 3 Township 10S Range 32E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
4348' GR

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 ☐
DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

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

OTHER: ☐

OTHER: ☒ Production Casing

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.

1/06/09 Reached TD 10,810' @ 1:30 a.m.

1/08/09 Set 5-1/2" 17# J-55, N-80 & P-110 casing @ 10,810'. Float collar @ 10,809'. Cemented w/810 sx Super "C" + 0.6% FL-25 + 0.6% FL-52 + 3#/sx LCM-1 + 0.2% R-21 + 4% Sodium Chloride + 0.2% SMS (yld 1.63, wt 13.2).

Spud Date:

12/02/08

Rig Release Date:

1/08/09

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 1/15/09

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

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE JAN 21 2009

Conditions of Approval (if any):