

State of New Mexico
Energy, Minerals and Natural Resources

RECEIVED

JUN 12 2009

HOBBSOCD

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO.

30-005-21026

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

LH-1648

7. Lease Name or Unit Agreement Name

Cactus Queen Unit

8. Well Number

3

9. OGRID Number

025513

10. Pool name or Wildcat

SE Chaves Queen Gas Area Assoc

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 Drilling Company

3. Address of Operator

105 S. 4th Street, Artesia, NM 88210

4. Well Location

Unit Letter N : 330 feet from the South line and 2310 feet from the West lineSection 27 Township 12S Range 31E NMPM Chaves County

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

4436' 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. ☐ PLUG AND ABANDON ☒CASING/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 Attachment

Approved for plugging of well bore only.
Liability under bond is retained pending receipt
of C-103 (Subsequent Report of Well Plugging)
which may be found at OCD Web Page under
Forms, www.emnrd.state.nm.us/oed.

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 NMOC guidelines ☐, a general permit ☒ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Karen J. Leishman TITLE Operations Tech DATE 6/05/2009Type or print name Karen Leishman E-mail address: Karen@yatespetroleum.com Telephone No. 505-748-8663

For State Use Only

APPROVED BY: Cathy W. Hill TITLE DISTRICT 1 SUPERVISORDATE JUN 19 2009

Conditions of Approval (if any):

Yates Drilling Company
Cactus Queen Unit #03
Unit N, Section 27-12S-31E
Chaves County, NM
30-005-21026
Sundry attachment
June 5, 2009

5/22/2009	RU plugging unit. Notified Maxey Brown, NMOCD, of plugging operations. POH with rods.
5/26/2009	POH with tubing. Set CIBP at 2,950'. Circulated with 47 bbls 10# mud. Pumped 25 sxs cement on top of CIBP. Pumped 25 sxs cement plug at 2,200'. Pumped 25 sxs cement plug at 1,400'.
5/27/2009	Tagged plug at 1,159'. Pumped 25 sxs cement at 480'. WOC 4 hrs. Tagged plug at 135'. Perforated at 134'. Circulated 35 sxs out of 4 ½" annulus and 4 ½" casing to surface. Cleaned location and erected dry hole marker.