

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

RECEIVED CONSERVATION DIVISION

JUN 12 2009 1220 South St. Francis Dr.
Santa Fe, NM 87505

HOBBSOCD

WELL API NO. 30-005-21173
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. LH-1648
7. Lease Name or Unit Agreement Name Cactus Queen Unit
8. Well Number 17
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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/>	
2. Name of Operator Yates Drilling Company	
3. Address of Operator 105 S. 4 th Street, Artesia, NM 88210	
4. Well Location Unit Letter <u>N</u> : <u>660</u> feet from the <u>South</u> line and <u>1390</u> feet from the <u>West</u> line Section <u>27</u> Township <u>12S</u> Range <u>31E</u> NMPM Chaves County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4441' 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 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.cmnr.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 NMOCD 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@yatespetroleumcnm.com Telephone No. 505-748-8663

For State Use Only

APPROVED BY: Tony W. Hill TITLE DISTRICT 1 SUPERVISOR DATE JUN 19 2009

Conditions of Approval (if any):

Yates Drilling Company
Cactus Queen Unit #17
Unit N, Section 27-12S-31E
Chaves County, NM
30-005-21173
Sundry attachment
June 5, 2009

5/20/2009	RU plugging unit. Notified Maxey Brown, NMOCD, of plugging operations. POH with rods and pump.
5/21/2009	Set CIBP at 2,950'. Circulated with 60 bbls 10# mud. Pumped 25 sxs cement on top of CIBP. Pumped 25 sxs cement plug from 2,220' to 1,979'. Pumped 25 sxs cement plug from 1,404' to 1,163'.
5/22/2009	Tagged plug at 1,138'. Perforated at 470'. Circulated 120 sxs cement out of 5 ½" annulus and up 5 ½" casing. Cleaned location and erected dry hole marker.