

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

DEC 03 2009

MOBBSOCD

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

<p>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.)</p> <p>1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/></p>		<p>WELL API NO. 30-025-35449 ✓</p>
<p>2. Name of Operator Yates Petroleum Corporation ✓</p>		<p>5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/></p>
<p>3. Address of Operator 105 South Fourth Street, Artesia, NM 88210</p>		<p>6. State Oil & Gas Lease No. VA-978</p>
<p>4. Well Location Unit Letter <u>I</u> : <u>1980</u> feet from the <u>South</u> line and <u>990</u> feet from the <u>East</u> line Section <u>4</u> Township <u>15S</u> Range <u>35E</u> NMPM <u>-</u> Lea <u>-</u> County <u>-</u></p>		<p>7. Lease Name or Unit Agreement Name Breeze AYP State Com ✓</p>
<p>11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4006' GR</p>		<p>8. Well Number 1 ✓</p>
<p>12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data</p>		<p>9. OGRID Number 025575 ✓</p>
<p>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.</p>		<p>10. Pool name or Wildcat Morton; Wolfcamp, East</p>

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: ☐

11/20/09 Released pkr. Released RBP. Set CIBP @ 10,025' w/35' cement.
11/23/09 Circulated 380 bbls of salt gel mud. Perforated @ 7100'.
11/24/09 Spotted 35 sx Class "C" cement. WOC. Tagged cement @ 6950'. Perforated @ 5952'. Spotted 35 sx Class "C" cement. WOC.
11/25/09 Tagged cement @ 5785'. Perforated @ 2900'. Spotted 35 sx Class "C" cement. WOC. Tagged cement @ 2764'. Perforated @ 450'. Pumped 128 sx Class "C" cement.
11/30/09 Dig out & cut off wellhead. Cut off anchors. Installed dry hole marker. **WELL IS PLUGGED AND ABANDONED.**

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 OGD Web Page under
Forms, www.nmrd.state.nm.us/oed.

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 11/30/09

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

APPROVED BY: Carmy W. Hill TITLE DISTRICT 1 SUPERVISOR DATE DEC 08 2009
Conditions of Approval (if any):