

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
1220 South St. Francis Dr.
Santa Fe, NM 87505
MAR 03 2010
HOBBSD

WELL API NO. 30-025-36748
5. Indicate Type of Lease STATE [X] FEE []
6. State Oil & Gas Lease No. VO-5543
7. Lease Name or Unit Agreement Name Cash BNG State Com
8. Well Number 3
9. OGRID Number 025575
10. Pool name or Wildcat X-4 Ranch Wildcat, Atoka (Gas)

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 [X] Other []
2. Name of Operator Yates Petroleum Corporation
3. Address of Operator 105 South Fourth Street Artesia, NM 88210
4. Well Location Unit Letter K : 1400 feet from the South line and 1605 feet from the West line
Section 18 Township 10 South Range 34 East NMPM Lea County
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4205' GL

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

NOTICE OF INTENTION TO:

SUBSEQUENT REPORT OF:

- PERFORM REMEDIAL WORK [] PLUG AND ABANDON []
TEMPORARILY ABANDON [] CHANGE PLANS []
PULL OR ALTER CASING [] MULTIPLE COMPL []
DOWNHOLE COMMINGLE []

- REMEDIAL WORK [] ALTERING CASING []
COMMENCE DRILLING OPNS. [] P AND A []
CASING/CEMENT JOB []

OTHER: [] OTHER Plugback & Recomplete [X]

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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

1/15/10 MIRU. ND wellhead & tree. NU BOP. Unset pkr & POOH.
1/18/10 Set CIBP @ 12,150' w/35' cement. Perforate Atoka 11,936-42' (36).
1/19/10 Acidized w/500 gal 7-1/2% Morrow.acid & 40 balls.
2/05/10 Fraced w/12,000 gal 60Q C02 foam & 12,000# 20/40 Sinterball.

2-7/8" tubing and packer @ 11,647'

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 Tech DATE 2/26/10

Type or print name Allison Barton E-mail address: abarton@yatespetroleum.com PHONE: (575) 747-1471

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE MAR 08 2010