

Submit 3 Copies To Appropriate District  
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

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-103  
June 16, 2008

RECEIVED  
APR 29 2010  
HOBBSD

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

WELL API NO. 30-025-38950 ✓
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> ✓
6. State Oil & Gas Lease No. Vo-6007
7. Lease Name or Unit Agreement Name Azure BNE State Com ✓
8. Well Number 2 ✓
9. OGRID Number 25575 ✓
10. Pool name or Wildcat Four Lakes; Mississippian ✓

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 S. 4<sup>th</sup> Street, Artesia, New Mexico 88210

4. Well Location  
Unit Letter M 990 feet from the South line and 660 feet from the West line  
Section 18 Township 12S Range 35E NMPM County Lea ✓

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
4136' 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 ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

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

OTHER: ☒ Extend APD

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.

Yates Petroleum Corporation wishes to extend the Application for Permit to Drill for <sup>1</sup>two years until May 28, 2012. 2011  
We also respectfully request to change the name of the well from the Azure State Unit #2 to the Azure BNE State Com #2.

Thank you,

APD Expires 05-28-2012 KZ

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Monti Sanders TITLE Land Regulatory Technician DATE April 29, 2010

Type or print name Monti Sanders E-mail address montis@yatespetroleum.com PHONE: (575) 748-4244

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE APR 30 2010  
Conditions of Approval (if any):