| Submit 1 Copy To Appropriate District Office | Energy, Minerals and Natural Resources French Dr., Hobbs, NM 88240 | | Form C-103 October 13, 2009 | |
|--|--|-----------|--|---------------------|
| <u>District I</u> 1625 N French Dr , Hobbs, NM 88240 | | | WELL API NO. | 3, 2009 |
| District II 1301 W. Grand Ave, Artesia, NM 88210 | OIL CONSERVATION DIVISION | | 30-015-38261 5. Indicate Type of Leas | e. |
| <u>District III</u> 1000 Rio Brazos Rd , Aztec, NM 87410 | 1220 South St. Francis Dr. | | STATE 🖂 | FEE |
| <u>District IV</u> 1220 S St Francis Dr , Santa Fe, NM 87505 | Santa Fe, NM 87505 | | 6. State Oil & Gas Lease VB-0815 | No. |
| SUNDRY NOTICES AND REPORTS ON WELLS | | | 7. Lease Name or Unit A | greement Name |
| (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) | | | Trojans BQT State 8. Well Number | |
| 1. Type of Well: Oil Well Gas Well Other | | | 1H | |
| Name of Operator Yates Petroleum Corporation | | | 9. OGRID Number 025575 | |
| 3. Address of Operator | | | 10. Pool name or Wildcat | |
| 105 South Fourth Street, Artesia, NM 88210 | | | Rock Spur; Bone Spring | |
| 4. Well Location Unit Letter P : Unit Letter M | 660 feet from the South 642 feet from the South | | feet from the feet from the | East line West line |
| Section 36 Township 25S Range 28E NMPM Eddy County | | | | |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 2916'GR | | | | |
| 12. Cheels Aggregate Device Indicate Nature of Nation Device Date | | | | |
| 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data | | | | |
| | | | EQUENT REPORT | OF: RING CASING □ ✓ |
| PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WOR TEMPORARILY ABANDON CHANGE PLANS COMMENCE DR | | | _ | |
| PULL OR ALTER CASING MULTIPLE COMPL CASING/CEMENT JOB | | | JOB 🗌 | |
| DOWNHOLE COMMINGLE | | | | |
| OTHER: OTHER: Completion Operations | | | | |
| 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. | | | | |
| 3/10/11 – NU BOP Drilled out DV tool at 4978'. Circulated clean RIH with bit and scraper across DV tool. 3/13/11 – Cleaned up DV tool at 4987'. Tested casing to 1500 psi, good RIH with bit to PBTD at 11,257'. | | | | |
| 3/14/11 - RIH with 5-1/2" CIBP to 11,255'. Dropped ball. Pumped 43 bbls down tubing Set CIBP. Pressure tested casing to 2800 psi for 30 min, good. | | | | |
| 3/15/11 – Ran CBL/GR/CCL log from 7140' up to surface with 1500 psi. RIH with bit to 11,237'. | | | | |
| 3/16/11 – Pickled with 1000g 15% acid and spotted 2500g 7-1/2% triple inhibited HCL acid. 3/17/11 – Perforated Bone Spring 11,247' (6), 11,147' (6), 11,047' (6), 10,947' (6) and 10,847' (6) Pumped 200 bbls down casing. Pumped 124 bbls | | | | |
| down tubing 5/15/11 – Acidized with 2500g 7-1/2% HCL acid. Frac using x-linked gel, 84,446# 40/70 Texas Gold, 151,877# 20/40 TG, 106,159# 20/40 Super LC. | | | | |
| 5/16/11 – Spotted 2500g 7-1/2% HCL acid at 10,767' Perforated Bone Spring 10,747' (6), 10,647' (6), 10,547' (6), 10,447' (6) and 10,347' (6) Acidized with 2500g 7-1/2% HCL acid. Frac with 80,320# 40/70 TG, 150,759# 20/40 TG, 103,075# 20/40 Super LC. Spotted 2500g 7-1/2% HCL acid | | | | |
| at 10,267'. Perforated Bone Spring 10,247' (6), 10,147' (6), 10,047' (6), 9947' (6) and 9847' (6) Acidized with 2500g 7-1/2% HCL acid. Frac with | | | | |
| 78,934# 40/70 TG, 151,166# 20/40 TG, 103,750# 20/40 Super LC. | | | | |
| | | <u>CO</u> | ONTINUED ON NEXT P. | AGE: CEIVER |
| Smud Data: 11/30/10 | 0 | 2 | 2/28/11 | REU 10 2011 |
| Spud Date: | Rig Release Da | ite: | | JUN 1 PRIESI |
| Spud Date: CONTINUED ON NEXT PAGE: CONT | | | | |
| I hereby certify that the information above is true and complete to the best of my knowledge and belief. | | | | |
| SIGNATURE TITLE Regulatory Compliance Supervisor DATE June 9, 2011 | | | | |
| Type or print name Tina Huerta E-mail address: tinah@yatespetroleum.com PHONE: 575-748-4168 For State Use Only | | | | |
| APPROVED BY: David Stew TITLE Field Supervisor Conditions of Approval (if any) DATE 6-16-11 | | | | |

Yates Petroleum Corporation Trojans BQT State #1H Section 36-T25S-R28E Eddy County, New Mexico Page 2

Form C-103 continued:

5/17/11 – Spotted 2500g 7-1/2% HCL acid at 9767'. Perforated Bone Spring 9747' (6), 9647' (6), 9547' (6), 9447' (6) and 9347' (6). Acidized with 2500g 7-1/2% HCL acid. Frac with 80,481# 40/70 TG, 151,804# 20/40 TG, 104,150# 20/40 Super LC. Spotted 2500g 7-1/2% HCL acid at 9267'. Perforated Bone Spring 9247' (6), 9147' (6), 9047' (6), 8947' (6) and 8847' (6). Acidized with 2500g 7-1/2% HCL acid. Frac with 79,177# 40/70 TG, 151,336# 20/40 TG, 101,429# 20/40 Super LC. Spotted 2500g 7-1/2% HCL acid at 8767'. Perforated Bone Spring 8747' (6), 8647' (6), 8547' (6), 8447' (6) and 8347' (6). Acidized with 2500g 7-1/2% HCL acid. Frac with 78,749# 40/70 TG, 150,243# 20/40 TG, 101,233# 20/40 Super LC.

5/18/11 – Spotted 2500g 7-1/2% HCL acid at 8267'. Perforated Bone Spring 8247' (6), 8147' (6), 8047' (6), 7947' (6) and 7847' (6). Acidized with 2500g 7-1/2% HCL acid. Frac with 78,392# 40/70 TG, 147,853# 20/40 TG, 100,595# 20/40 Super LC. Spotted 2500g 7-1/2% HCL acid at 7767'. Perforated Bone Spring 7747' (6), 7647' (6), 7547' (6), 7447' (6) and 7347' (6). Acidized with 2500g 7-1/2% HCL acid. Frac with 77,347# 40/70 TG, 149,303# 20/40 TG, 100,595# 20/40 Super LC.

5/31/11 – RIH with GR/JB and tagged at 6285'. Reverse circulated with 110 bbls 3% KCL. Pressured casing to 1500 psi for 30 min, good. Flow through plugs at 10,767' and 10,267'. 5-1/2" ASI packer with 2.25" on/off tool at 6254'. 2-7/8" 8.7# L-80 tubing at 6260'.

Regulatory Compliance Supervisor

June 9, 2011

