

Submit 1 Copy To Appropriate District  
Office  
District I - (575) 393-6161  
1625 N. French Dr., Hobbs, NM 88240  
District II - (575) 748-1283  
811 S. First St., Artesia, NM 88210  
District III - (505) 334-6178  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV - (505) 476-3460  
1220 S. St. Francis Dr., Santa Fe, NM  
87505

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-103  
Revised August 1, 2011

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

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| WELL API NO.<br>30-015-39302  |
| 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No.<br>VB-1066   |
| 7. Lease Name or Unit Agreement Name<br>Bullion BRL State   |
| 8. Well Number<br>1H  |
| 9. OGRID Number<br>025575   |
| 10. Pool name or Wildcat<br>Wildcat; Bone Spring  |

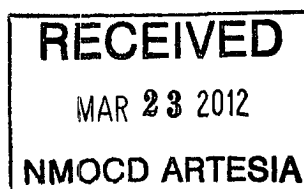
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|--|--|
| SUNDRY NOTICES AND REPORTS ON WELLS<br>(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A<br>DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH<br>PROPOSALS.)                                    |  |
| 1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>   |  |
| 2. Name of Operator<br>Yates Petroleum Corporation   |  |
| 3. Address of Operator<br>105 South Fourth Street, Artesia, NM 88210   |  |
| 4. Well Location<br>Unit Letter Lot 1 : 660 feet from the South line and 330 feet from the East line<br>Unit Letter Lot 4 : 660 feet from the South line and 330 feet from the West line<br>Section 32 Township 26S Range 30E NMPM Eddy County |  |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)<br>2937'GR  |  |

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

|  |   |
|--|---|
| NOTICE OF INTENTION TO:<br>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/><br>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/><br>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/><br>DOWNHOLE COMMINGLE <input type="checkbox"/><br>OTHER: <input type="checkbox"/> | SUBSEQUENT REPORT OF:<br>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/><br>COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/><br>CASING/CEMENT JOB <input type="checkbox"/><br>OTHER: 5' new hole <input checked="" type="checkbox"/> |
|--|---|

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.

3/21/12 - Made 5' new hole at 12:35 PM. TD 40'. Hole size 12-1/4". Notified Randy Dade NMOCD-Artesia of operations via email.



|                     |                   |
|---------------------|-------------------|
| Spud Date: 11/30/11 | Rig Release Date: |
|---------------------|-------------------|

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

SIGNATURE Tina Huerta TITLE Regulatory Reporting Supervisor DATE March 22, 2012

Type or print name Tina Huerta E-mail address: tinah@yatespetroleum.com PHONE: 575-748-4168

For State Use Only  
APPROVED BY: R. Dade TITLE Dr. J. Spawser DATE 03/30/12  
Conditions of Approval (if any):