

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 July 18, 2013

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

WELL API NO. 30-015-39858
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. V-3459
7. Lease Name or Unit Agreement Name Southland Royalty APM State
8. Well Number 3H
9. OGRID Number 025575
10. Pool name or Wildcat Turkey Track; Bone Spirmg

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	
2. Name of Operator Yates Petroleum Corporation	
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210	
4. Well Location Unit Letter <u>O</u> : <u>200</u> feet from the <u>South</u> line and <u>1800</u> feet from the <u>East</u> line Unit Letter <u>B</u> : <u>330</u> feet from the <u>North</u> line and <u>1980</u> feet from the <u>East</u> line Section <u>24</u> Township <u>19S</u> Range <u>29E</u> NMPM <u>Eddy</u> County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,363' 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 ☐
DOWNHOLE COMMINGLE ☐
CLOSED-LOOP SYSTEM ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐
OTHER: Production casing ☒

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.

4/5/14 - Drilled to 7,660' KOP and continued drilling directional.

4/8/14 - Drilled to 8,487' and reduced hole to 8-1/2" and continued drilling

4/18/14 - Reached TD 8-1/2" hole to 12,835'.

4/20/14 - Set 5-1/2" 17# P-110 and HCP-110 BTC casing at 12,827'. Float collar set at 12,777'. DV tool at 7,495'. Cemented stage 1 with 1230 sacks PVL + 0.55% D013 + 3#/sx D042 + 0.2% D046 + 75#/sx D049 + 0.3% D065 + 0.125#/sx D130 + 0.4% D167 + 2% D174 + 0.2% D208 (yld 1.38, wt 13.2). Circulated 243 sacks to the surface. Cemented stage 2 with 575 sacks 35:65:6 Poz "C" + 0.125#/sx D130 + 0.2% D46 + 5% D44 + 0.125#/sx D130 + 0.03% D201 + 0.1% D201 + 0.2% D65 (yld 2.01, wt 12.5). Tailed in with 100 sacks 50/50 Poz "C" + 0.2% D46 + 0.2% D05 + 0.3% D13 + 0.2% D201 + 0.3% D65 + 0.3% D167 (yld 1.36, wt 14.2). Circulated 47 sacks to the surface. Cemented stage 3 with 460 sacks 35:65:6 Poz "C" (yld 2.02, wt 12.6) and tailed in with 100 sacks 50/50 Poz "C" (yld 1.36, wt 14.2). Circulated 24 sacks to the surface.

Spud Date:

2/11/14

Rig Release Date:

4/22/14

RECEIVED

MAY 01 2014

NMOCD ARTESIA

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

SIGNATURE Laura Watts TITLE Regulatory Reporting Technician DATE April 30, 2014

Type or print name Laura Watts E-mail address: laura@yatespetroleum.com PHONE: 575-748-4272

For State Use Only

APPROVED BY: RDade TITLE Dist. Supervisor DATE 5/12/14

Conditions of Approval (if any):