

Submit 1 Copy 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  
October 13, 2009

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

WELL API NO. 30-015-38082
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VO-7638
7. Lease Name or Unit Agreement Name Cassiopeia BQD State Com
8. Well Number 1H
9. OGRID Number 025575
10. Pool name or Wildcat Hay Hollow; Bone Spring
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3095'GR

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	
2. Name of Operator Yates Petroleum Corporation	
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210	
4. Well Location Surface B : 200 feet from the North line and 2130 feet from the East line BHL B : 330 feet from the North Line and 2130 feet from the East line Surface - Section 25 Township 26S Range 27E NMPM Eddy County BHL - Section 24 Township 26S Range 27E NMPM Eddy County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3095'GR	

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

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER: Surface and Intermediate casing <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.

11/26/10 - Resumed drilling at 10:00 PM.

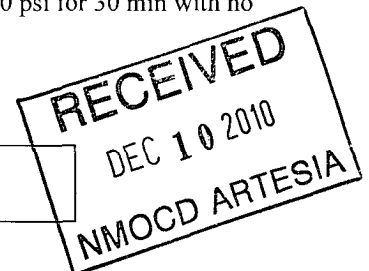
11/27/10 - TD 17-1/2" hole to 404'. Set 13-3/8" 48# J-55 ST&C casing at 404'. Cemented with 200 sx Class "C" + 3.76#/sx D20 + 0.125#/sx D130 + 94#/sx D903 + 1.88#/sx S1 + 0.188#/sx D46 (yld 1.97, wt 12.9). Tailed in with 200 sx Class "C" + 0.125#/sx D130 + 94#/sx D903 (yld 1.33, wt 14.8). Circulated 114 sx to pit. Tested casing to 500 psi for 30 min with no pressure loss. WOC 30 hrs 15 min. Reduced hole to 12-1/4" and resumed drilling.

11/30/10 - TD 12-1/4" hole to 2880'. Set 9-5/8" 36# J-55 LT&C casing at 2880'. Cemented with 725 sx 35:65:6 Poz "C" + 5.325#/sx D020 + 2#/sx D042 + 4.78#/sx D044 + 0.178#/sx D046 + 0.125#/sx D130 + 27.65#/sx D132 + 61.1#/sx D903 (yld 2.07, wt 12.6). Tailed in with 200 sx Class "C" + 94#/sx D903 (yld 1.33, wt 14.8). Circulated 257 sx to pit. Tested casing to 1500 psi for 30 min with no pressure loss. Reduced hole to 8-3/4" and resumed drilling.

Spud Date:

11/17/10

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 Compliance Supervisor DATE December 9, 2010

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

For State Use Only

APPROVED BY: Donald Gray TITLE Field Supervisor DATE 12-16-10

Conditions of Approval (if any):

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