

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

Geology, Minerals and Natural Resources

Form C-103

Revised July 18, 2013

HOBBS OGD
JAN 28 2014
RECEIVED

CONSERVATION DIVISION

1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-025-41054
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VO-6276
7. Lease Name or Unit Agreement Name Yarrow BHY State
8. Well Number 4H
9. OGRID Number 025575
10. Pool name or Wildcat Triple X; Bone Spring

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>B</u> : <u>475</u> feet from the <u>North</u> line and <u>2043</u> feet from the <u>East</u> line Unit Letter <u>O</u> : <u>330</u> feet from the <u>South</u> line and <u>1980</u> feet from the <u>East</u> line Section <u>32</u> Township <u>23S</u> Range <u>33E</u> NMPM Lea County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,667' 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: Surface 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.

12/12/13 - Resumed drilling with rotary tools at 6:00 pm.

12/14/13 - TD 17-1/2" hole to 1,301'. Notified NMOCD of Hobbs via voice mail of upcoming casing and cement.

12/15/13 - Set 13-3/8" 48# J-55 ST&C at 1,301'. Cemented with 630 sacks Class "C" + 2.0#/sx B288 + 2.0#/sx B289 + 5.0#/sx D042 + 5.0% D044 + 0.3% D112 + 0.125#/sx D130 + 0.2% D46 + 5.0% D020 (yld 2.23, wt 12.8). Tailed in with 300 sacks Class "C" + 2.0#/sx B288 + 2.0#/sx B289 + 5.0#/sx D042 + 0.125#/sx D130 + 0.2% D46 (yld 1.41, wt 14.8). Circulated 246 sacks to pit. WOC.

12/16/13 - Test casing to 800#, ok.

12/17/13 - WOC 44 hours and 30 minutes. Reduced hole to 12-1/4" and resumed drilling.

Spud Date:

11/30/13

Rig Release Date:

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 December 27, 2013

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

For State Use Only

APPROVED BY: [Signature] TITLE Petroleum Engineer DATE JAN 29 2014

Conditions of Approval (if any):

JAN 29 2014