

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

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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.)		WELL API NO. 30-025-41648
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Yates Petroleum Corporation		6. State Oil & Gas Lease No. VB-0864
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210		7. Lease Name or Unit Agreement Name Mamba BQN State Com
4. Well Location Unit Letter C : 175 feet from the North line and 2230 feet from the West line Unit Letter C : 330 feet from the North line and 1980 feet from the West line Section 31 Township 24S Range 33E NMPM Lea County Section 30 Township 24S Range 33E NMPM Lea County		8. Well Number 2H
		9. OGRID Number 025575
		10. Pool name or Wildcat Wildcat; Bone Spring
		11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,537 GR

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

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

3/29/14 - Drilled to 10,498' KOP and continued drilling directional.  
3/30/14 - Drilled to 11,451' and reduced hole to 8-1/2" and continued drilling.  
4/5/14 - Reached TD 8-1/2" hole to 16,010'.  
4/6/14 - Set 5-1/2" 17# P-110 and HCP-110 BT&C casing at 15,970'. Float collar at 15,921'. Cemented with 750 sacks LiteCrete + 2% D174 + .05% D208 + 0.7% D800 + 0.2% D46 + 0.5% D65 + 0.3% D167 (yld 2.46, wt 9.7). Tailed in with 865 sacks Acid Soluble PVL + 0.5% D112 + 30% D151 + 2% D174 + 0.01 gal/sx D177 + 0.15% D208 + 0.9% D800 + 0.2% D46 (yld 1.83, wt 13.0)

Spud Date:

2/8/14

Rig Release Date:

4/7/14

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 11, 2014

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

APR 21 2014

Conditions of Approval (if any):

APR 21 2014

KS