

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

Form C-103
Revised August 1, 2011

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.)		WELL API NO. 30-025-40573
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. VO-3900/VB-1385/VB-1870
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210		7. Lease Name or Unit Agreement Name Boston BSN State Com
4. Well Location Unit Letter Lot 13 : 2680 feet from the South line and 660 feet from the West line Unit Letter Lot 2 : 2310 feet from the North line and 660 feet from the West line Section-Surf 6 Township 21S Range 34E NMPM Lea County Section-BHL 7 Township 21S Range 34E NMPM Lea County		8. Well Number 1H
		9. OGRID Number 025575
		10. Pool name or Wildcat Berry; Bone Spring, North
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3740' 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 ☐

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.

3/18/13 - Drilled to 11,045' KOP and continued drilling directionally.

3/21/13 - Drilled to 11,797' and reduced hole to 8-1/2" and continued drilling.

3/27/13 - Reached TD 8-1/2" hole to 16,363' at 4:30 PM.

3/29/13 - Set 5-1/2" 17# P-110 BTC casing at 16,353'. DV/stage tool at 8700'. Float collar at 16,305'. Cemented stage 1 with 600 sx PVL + 0.55% PF013 + 1.3% PF044 + 0.25#/sx PF046 + 0.1% PF153 + 5% PF174 + 0.5% PF606 + 0.2% PF800 (yld 1.48, wt 13). Tailed in with 840 sx PVL + 0.55% PF013 + 0.25#/sx PF046 + 30% PF151 + 0.3% PF153 + 5% PF174 + 0.7% PF606 + 0.2% PF800 (yld 1.87, wt 13). Cemented stage 2 with 580 sx 50/50 Poz "H" + 0.2% PF013 + 10% PF020 + 0.125#/sx PF029 + 3#/sx PF042 + 5% PF044 + 0.25#/sx PF046 (yld 1.89, wt 12.9). Tailed in with 380 sx PVL + 0.55% PF013 + 1.3% PF044 + 0.25#/sx PF046 + 0.1% PF153 + 5% PF174 + 0.5% PF606 + 0.2% PF800 (yld 1.48, wt 13.)

Spud Date:

2/25/13

Rig Release Date:

3/30/13

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 April 8, 2013

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

For State Use Only

APPROVED BY: [Signature] TITLE Petroleum Engineer DATE APR 15 2013
Conditions of Approval (if any):

APR 15 2013