

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 July 18, 2013

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. 30-025-40907
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-6276
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210		7. Lease Name or Unit Agreement Name Yarrow BHY State
4. Well Location Unit Letter A : 200 feet from the North line and 660 feet from the East line Unit Letter P : 330 feet from the South line and 660 feet from the East line Section 32 Township 23S Range 33E NMPM Lea County		8. Well Number 5H
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3663'GR		9. OGRID Number 025575
		10. Pool name or Wildcat Triple X; Bone Spring

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 COMPLETIONS ☐  
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.

1/25/14 – Drilled to 10,713' KOP and continued drilling directional.  
1/31/14 – Drilled to 11,487' reduced hole to 8-1/2" and continued drilling.  
2/5/14 – Reached TD 8-1/2" hole to 15,670'.  
2/7/14 – Notified Maxey Brown with NMOCD-Hobbs at 3:30 pm of casing and cementing operations.  
2/8/14 – Set 5-1/2" 17# P-110 Buttress casing at 15,670'. Stage tools at 6,993' and 10,095'. Float collar at 15,621'. Cemented stage 1 with 1000 sacks Pecos Valley Lite + 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). Circulated 450 sacks to pit. Cemented stage 2 with 560 sacks Pecos Valley Lite + 0.5% D112 + 30% D151 + 2% D174 + 0.15% D208 + 0.65% D800 + 0.2% D46 (yld 1.83, wt 13). Circulated 185 sacks to pit.

CONTINUED ON NEXT PAGE:

Spud Date: 1/3/14 Rig Release Date: 2/9/14

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 February 13, 2014  
Type or print name Laura Watts E-mail address: laura@yatespetroleum.com PHONE: 575-748-4168

For State Use Only

APPROVED BY: [Signature] TITLE Petroleum Engineer DATE FEB 19 2014  
Conditions of Approval (if any):

HOBBS OCD

FEB 14 2014

**Form C-103 continued:**

**RECEIVED**

Cemented stage 3 with 425 sacks 35:65:6 Poz "C" + 0.2% D013 + 5% D044 + 0.125#/sx D130 + 0.1% D208 + 0.2% D46 + 3% D020 + 0.2% D65 (yld 2.00, wt 12.6). Tailed in with 100 sacks 50/50 Poz "C" + 5% D044 + 0.03 gal/sx D080 + 0.08% D208 + 0.2% D46 + 0.06% D65 (yld 1.35, wt 14.2).

  
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Regulatory Reporting Technician  
February 13, 2014