

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 88201
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

WELL API NO. 30-025-41055
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VO-6582/VO-5532
7. Lease Name or Unit Agreement Name Atoka Bank BDJ State Com
8. Well Number 2H
9. OGRID Number 025575
10. Pool name or Wildcat Triple X; Bone Spring, West

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 B : 200 feet from the North line and 1780 feet from the East line Unit Letter O : 330 feet from the South line and 1780 feet from the East line Section 17 Township 24S Range 33E NMPM Lea County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,596' 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: 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.

2/4/14 - TIH to 10,816'. Pumped 305 sx Class "H" plus additives. 169 bbls displacement with rig mud to balance plug. Calc top of plug at 10,131'.
2/5/14 - Tagged cement at 10,165'. Drilled cement down to 10,781' and continued drilling directional.
2/6/14 - Drilled to 11,387' and reduced hole to 8-1/2" and continued drilling.
2/12/14 - Reached TD 8-1/2" hole to 15,742'.
2/15/14 - Notified NMOCD-Hobbs of upcoming casing and cement operations via voice mail. Set 5-1/2" 17# P-110 BTC casing at 15,736'. Packer stage tool at 8,071'. Float collar at 15,688'. Cemented stage 1 with 1340 sacks TXI + 0.2% D046 + 0.5% D112 + 30% D151 + 2% D174 + 0.15% D208 + 0.9% D800 (yld 1.83, wt 13.00). Circulated 307 sacks off packer stage tool. Cemented stage 2 with 570 sacks 35/65 Poz C + 3% D020 + 5% D044 + 0.2% D046 + 0.2% D065 + 0.125#/sx D130 + 0.1% D201 + 0.03% D208 (yld 2.0, wt 12.60). Tailed in with 100 sacks 50/50 Poz C + 5% D044 + 0.2% D046 + 0.06% D065 + 0.08% D208 (yld 1.35, wt 14.20). Calculated TOC at 3,045'.

Spud Date:

1/8/14

Rig Release Date:

2/15/14

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 25, 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

MAR 03 2014

Conditions of Approval (if any):

MAR 03 2014