| Conditions of Approval (if any): WHR 4/8/2014   |   |
|---|---|
| APPROVED BY: Accepted for Record Only   | DATE  |
| SIGNATURE TITLE Regulatory Reporting Technician DATE April 7, 2014  Type or print name Laura Watts E-mail address: laura@yatespetroleum.com PHONE: 575-748-4272  For State Use Only   |   |
| I hereby certify that the information above is true and complete to the best of my knowledge and belief.  |   |
| Spud Date: 12/30/13 Rig Release Date:   |   |
| Note: Set 30" culvert with locking device on 2/5/14.  |   |
| proposed completion or recompletion.  4/2/14 – Made 5' new hole. TD 30'. Hole size 20". Notified Maxey Brown NMOCD-Hobbs of operations via email.   |   |
| OTHER: 5' new hole   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 |   |
| PERFORM REMEDIAL WORK  PLUG AND ABANDON  REMEDIAL WORK  ALTERING CASING  COMMENCE DRILLING OPNS. P AND A DOWNHOLE COMMINGLE  CLOSED-LOOP SYSTEM   |   |
| 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  NOTICE OF INTENTION TO:  SUBSEQUENT REPORT OF:  |   |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,690' GR  |   |
| Unit Letter P 330 feet from the South line and Section 36 Township 20S Range 33E  | 660 feet from the East line  NMPM Lea County                              |
| 4. Well Location Unit Letter A: 200 feet from the North line and  | 660 feet from the East line   |
| 3. Address of Operator 105 South Fourth Street, Artesia, NM 88210   | 10. Pool name or Wildcat Wildcat; Bone Spring                             |
| Yates Petroleum Corporation   | 025575  |
| Type of Well: Oil Well  | 4H 9. OGRID Number  |
| 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.)   | Lease Name or Unit Agreement Name     Tango BTP State Com     Well Number |
| District IV – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM 87505  RECEIVED  | 6. State Oil & Gas Lease No.<br>VO-8421                                   |
| District II = (373) 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 Santa Fe, NM 87505   | 5. Indicate Type of Lease  STATE ☐ FEE ☐                                  |
| Office District I – (575) 393-6161 1625 N. French Dr., Hobbs, NM 88240 District II – (575) 748-1283 OIL CONSERVATION DIVISION   | WELL API NO.<br>30-025-41562  |
| Office District 1 = (575) 303-6161  State of New Mexico Energy, Minerals and Natural Resources  | Form C-103<br>Revised July 18, 2013                                       |