

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

HOBBS OGD

APR 16 2014

RECEIVED

WELL API NO. 30-025-41054
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VO-6276
7. Lease Name or Unit Agreement Name Yarrow BHY State
8. Well Number 4H
9. OGRID Number 025575
10. Pool name or Wildcat Triple X; Bone Spring

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 : 475 feet from the North line and 2043 feet from the East line Unit Letter O : 330 feet from the South line and 1986 feet from the East line Section 32 Township 23S Range 33E NMPM Lea County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,667' 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: Completion operations ☒

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.

1/20/14 - NU BOP. Tagged and drilled DV tool at 8,132'. Circulated hole clean. Tested DV tool to 3000 psi, held good. Tagged PBTD at 15,326'.
1/21/14 - Reverse circulated 500 gals Xylene, 1200 gals 7-1/2% HCL followed by 3% KCL with CRW-132 Baker Petrolite chemical. Pressure tested 5-1/2" casing from surface to 15,326' to 7000 psi, held good.
1/22/14 - Worked scrapper across DV tool. Circulated hole clean. Ran a CBL/GR/CCL log from 11,382' to 4,300'.
1/23/14-3/27/14 - Perforated Bone Spring 11,623' - 15,322' (432 holes). Acidized with 59,994 gals of 15% NEFE HCL, frac'd with a total of 3,918,145# Econoprop 30/50 and Super DC 20/40 sand.

Spud Date: 11/30/13

Rig Release Date: 1/6/14

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 15, 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 04/26/14
Conditions of Approval (if any):

APR 28 2014