

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

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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 PROPOSALS.)		WELL API NO. 30-025-41057
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-5532
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210		7. Lease Name or Unit Agreement Name Heartthrob BSX State
4. Well Location Unit Letter C : 200 feet from the North line and 1860 feet from the West line Unit Letter N : 247230 feet from the South line and 1984 2014 feet from the West line Section 17 Township 24S Range 33E NMPM Lea County		8. Well Number 2H
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,582' GR		9. OGRID Number 025575
		10. Pool name or Wildcat Triple X; Bone Spring, West

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.

3/31/14 - NU BOP.

4/1/14 - Drilled out DV tool at 7019'. Circulated clean. Tested casing to 4000 psi for 30 min, good. Drilled out 2<sup>nd</sup> DV tool at 10,017'. Circulated clean. Tested casing to 4000 psi for 30 min, good.

4/2/14-5/8/14 - Pumped 500g Xylene, 1200g 7-1/2% HCL acid. Displaced hole with 400 bbls 3% KCL with Petrolite CRW-132 Oxygen Scavenger and corrosion inhibitor. Tested casing to 5000 psi for 30 min, lost 50 psi. Bled well off. Ran CCL/GR/CBL to 11,000'. Perforated Bone Spring 11,417'-15,721' (504). Acidized with 70,042g 15% HCL and frac with a total of 4,596,965# Econoprop 30/50 and Super DC 20/40 sand.

5/10/14 - Circulated hole clean down to float collar.

Spud Date:

2/11/14

Rig Release Date:

3/22/14

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 May 28, 2014

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  
Conditions of Approval (if any):

DATE 06/05/14  
JUN 06 2014