

Submit 1 Copy To Appropriate District
Office
District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88201
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

Form C-103

Revised July 18, 2013

HOBBS OCD

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.
Santa Fe, NM 87505

JUN 04 2014

RECEIVED

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. 30-025-41562
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-8421
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210		7. Lease Name or Unit Agreement Name Tango BTP State Com
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 36 Township 20S Range 33E NMPM Lea County		8. Well Number 4H
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,690' GR		9. OGRID Number 025575
		10. Pool name or Wildcat Wildcat; 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 COMPL ☐
DOWNHOLE COMMINGLE ☐
CLOSED-LOOP SYSTEM ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐
OTHER: Intermediate 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.

5/21/14 - TD 12-1/4" hole to 5,690'. Notified Maxey Brown with NMOCD-Hobbs at 9:30 am of casing and cementing operations.
5/22/14 - Set 9-5/8" 36#, 40# J-55 and HCK-55 LT&C casing at 5,690'. Cemented stage 1 with 400 sacks 35:65:6 Poz "C" + 29#/sx D035 + 5#/sx D042 + 5% D044 + 0.2% D046 + 0.1% D065 + 0.3% D112 + 0.02 gal/sx D177 + 4.5% D020 (yld 1.97, wt 12.8). Tailed in with 180 sacks 50/50 Poz "C" + 45#/sx D035 + 5#/sx D042 + 5% D044 + 0.2% D046 + 0.3% D065 + 0.5% D020 (yld 1.37, wt 14.2). Circulated 228 sacks to the surface. Cemented stage 2 with 610 Class "C" + 2#/sx B288 + 2#/sx B289 + 5#/sx D042 + 5% D044 + 0.2% D046 + 0.1% D065 + 0.3% D112 + 4.5% D020 (yld 2.22, wt 12.8). Tailed in with 100 sacks 50/50 Poz "C" + 45#/sx D035 + 5#/sx D042 + 5% D044 + 0.2% D046 + 0.3% D065 + 0.5% D020 (yld 1.37, wt 14.2). Circulated 57 sacks to the surface.
5/23/14 - Tested casing to 1200 psi for 30 mins, good test. WOC 76 hours 28 mins. Reduced hole to 8-3/4" and resumed drilling.

Spud Date:

12/30/13

Rig Release Date:

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 June 3, 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 06/12/14
Conditions of Approval (if any):

JUN 17 2014