

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

HOBBS OGD

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-103

Revised July 18, 2013

JUN 26 2014

RECEIVED

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

WELL API NO. 30-025-40517
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VO-8090
7. Lease Name or Unit Agreement Name Mango BRM State
8. Well Number 1H
9. OGRID Number 025575
10. Pool name or Wildcat Featherstone; Bone Spring

<p>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.)</p>																																		
<p>1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/></p>																																		
<p>2. Name of Operator Yates Petroleum Corporation</p>																																		
<p>3. Address of Operator 105 South Fourth Street, Artesia, NM 88210</p>																																		
<p>4. Well Location</p> <table border="0"> <tr> <td>Unit Letter</td> <td>C</td> <td>:</td> <td>100</td> <td>feet from the</td> <td>North</td> <td>line and</td> <td>2310</td> <td>feet from the</td> <td>West</td> <td>line</td> </tr> <tr> <td>Unit Letter</td> <td>N</td> <td>:</td> <td>330</td> <td>feet from the</td> <td>South</td> <td>line and</td> <td>2310</td> <td>feet from the</td> <td>West</td> <td>line</td> </tr> <tr> <td>Section</td> <td>27</td> <td></td> <td></td> <td>Township</td> <td>20S</td> <td>Range</td> <td>35E</td> <td>NMPM</td> <td>Lea</td> <td>County</td> </tr> </table>		Unit Letter	C	:	100	feet from the	North	line and	2310	feet from the	West	line	Unit Letter	N	:	330	feet from the	South	line and	2310	feet from the	West	line	Section	27			Township	20S	Range	35E	NMPM	Lea	County
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<p>11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3682'GR</p>																																		

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: Surface 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.

6/15/14 - Resumed drilling with rotary tools at 12:30 am.

6/16/14 - TD 17-1/2" hole to 1,970'.

6/17/14 - Set 13-3/8" 48# and 54.50# J-55 ST&C casing at 1,970'. Cemented with 975 sacks Class "C" + 5#/sx D042 + 5% D044 + 0.2% D046 + 0.1% D065 + 0.125#/sx D130 + 0.1% D238 + 2.5% D020 (yld 2.10, wt 12.8). Tailed in with 310 sacks Class "C" + 5#/sx D042 + 0.2% D046 + 0.125#/sx D130 (yld 1.35, wt 14.8). Circulated 160 sacks to the surface. WOC.

6/18/14 - Tested casing to 800 psi for 30 mins, good test. WOC 31 hours. Reduced hole to 12-1/4" and resumed drilling.

Spud Date:

8/31/12

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 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 07/01/14  
Conditions of Approval (if any):

JUL 02 2014

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