

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

Form C-103
Revised July 18, 2013

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

WELL API NO. 30-025-41377
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VO-9011
7. Lease Name or Unit Agreement Name Date BTB State Com
8. Well Number 4H
9. OGRID Number 025575
10. Pool name or Wildcat Berry; Bone Spring, North

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 ☒ Gas Well ☐ Other

2. Name of Operator
Yates Petroleum Corporation

3. Address of Operator
105 South Fourth Street, Artesia, NM 88210

4. Well Location
Unit Letter A : 15 feet from the South line and 510 feet from the East line
Unit Letter P : 330 feet from the South line and 760 feet from the East line
Section 11 Township 21S Range 33E NMPM Lea County
Section 14 Township 21S Range 33E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3,788' 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: Production 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.

9/13/14 - Drilled to 11,245' KOP and continued drilling directional.

9/14/14 - Drilled to 12,043' reduced hole to 8-1/2" and resumed drilling.

9/18/14 - Reached TD 8-1/2" hole to 16,418'. Set 5-1/2" 17# P-110 BT&C casing at 16,418'. Float collar set at 16,415'. Cemented with 745 sacks LiteCrete + 2% D174 + 0.01 gal/sx D177 + 0.05% D208 + 0.4% D800 + 0.2% D46 + 0.3% D65 + 0.3% D167 (yld 2.45, wt 9.7). Tailed in with 1480 sacks Pecos Valley Lite + 3#/sx D042 + 5% D154 + 2% D174 + 0.2% D238 + 0.8% D800 + 0.2% D46 + 0.1% D65 (yld 1.36, wt 13.5).

Spud Date:

7/17/14

Rig Release Date:

9/21/14

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 September 24, 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 09/25/14

Conditions of Approval (if any):

SEP 26 2014

MB

jm