

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

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. 30-025-40220
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. VB-1050
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210		7. Lease Name or Unit Agreement Name Warrior BRW State Com
4. Well Location Unit Letter D : 330 feet from the North line and 660 feet from the West line Unit Letter M : 330 feet from the South line and 660 feet from the West line Section 28 Township 23S Range 35E NMPM Lea County		8. Well Number 1H
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3364' 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: 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.

10/17/14 - Drilled to 11,101' KOP and continued drilling directional.

10/18/14 - Drilled to 11,816' reduced hole to 8-1/2" and resumed drilling.

10/22/14 - Reached TD 8-1/2" hole to 15,990'.

10/25/14 - Set 5-1/2" 17# P-110 BT&C casing at 15,980'. Frac sleeves at 11,869', 11,970', 12,069', 12,170', 12,270', 12,371', 12,472', 12,573', 12,674', 12,776', 12,869', 12,971', 13,073', 13,173', 13,274', 13,377', 13,479', 13,581', 13,683', 13,785', 13,881', 13,977', 14,072', 14,173', 14,273', 14,373', 14,473', 14,574', 14,673', 14,772', 14,868', 14,965', 15,067', 15,169', 15,271', 15,371', 15,472', 15,570', 15,664', 15,760', 15,859'. Float collar at 15,977'. Cemented with 700 sacks LiteCrete + 1% D020 + 3#/sx D042 + 0.2% D046 + 0.1% D065 + 5% D154 + 0.4% D167 + 2% D174 + 0.02% D208 + 0.8% D800 (yld 2.45, wt 9.70). Tailed in with 1450 sacks PVL + 0.02% D046 + 0.3% D065 + 0.3% D167 + 2% D174 + 0.05% D208 + 0.5% D800 (yld 1.37, wt 13.20).

Spud Date:

10/31/11

Rig Release Date:

10/27/14

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: October 29, 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: 10/30/14

Conditions of Approval (if any):

OCT 30 2014