| Submit 1 Copy To Appropriate District Office  State of New Mexico  | Form C-103   |
|--|--|
| District I – (575) 393-6161 Energy, Minerals and Natural Resources   | Revised July 18, 2013  |
| 1625 N. French Dr., Hobbs, NM 88240  District II – (575) 748-1283 AUG 1 9 2016   | WELL API NO.<br>30-025-43255                                     |
| 811 S. First St., Artesia, NM 88210  | 5. Indicate Type of Lease  |
| District III – (505) 334-6178 1000 Rio Brazos Rd., Aztec, NM87410 FIVE 1220 South St. Francis Dr.  | STATE   FEE  |
| District IV – (505) 476-3460  Santa Fe, NM 87505  1220 S. St. Francis Dr., Santa Fe, NM 87505  | 6. State Oil & Gas Lease No.<br>VB-2052                          |
| SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A  | 7. Lease Name or Unit Agreement Name<br>Verminator BWV State Com |
| DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)  | 8. Well Number   |
| 1. Type of Well: Oil Well Gas Well Other   | 2H   |
| 2. Name of Operator  | 9. OGRID Number  |
| Yates Petroleum Corporation  3. Address of Operator  | 025575<br>10. Pool name or Wildcat                               |
| 105 South Fourth Street, Artesia, NM 88210   | Antelope Ridge; Bone Spring, North                               |
| 4. Well Location   | 7  |
| Unit Letter O : 50 feet from the South line and  | 1650 feet from the East line 1980 feet from the East line        |
| Section 7 Township 23S Range 35E   | NMPM Lea County  |
| Section 6 Township 23S Range 35E   | NMPM Lea County  |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)   |  |
| 3,357' GR  |  |
| 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data   |  |
| NOTICE OF INTENTION TO   |  |
| NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:  PERFORM REMEDIAL WORK □ PLUG AND ABANDON □ REMEDIAL WORK □ ALTERING CASING □  |  |
| PERFORM REMEDIAL WORK  PLUG AND ABANDON  REMEDIAL WORK  ALTERING CASING  TEMPORARILY ABANDON  CHANGE PLANS  COMMENCE DRILLING OPNS. PAND A   |  |
| PULL OR ALTER CASING   MULTIPLE COMPL   CASING/CEMENT JOB  |  |
| DOWNHOLE COMMINGLE   | <del></del>  |
| CLOSED-LOOP SYSTEM   |  |
| OTHER:  OTHER:  OTHER:  OTHER:   | 5' new hole  |
| 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.   |  |
|  |  |
| 8/12/16 – Made 5' new hole. TD 25'. Hole size 20".   |  |
| 6/12/10 Made 3 New Hole. 1D 23 . Hole size 20 .  |  |
|  |  |
|  |  |
| Note: 30" culvert with locking lid installed on 6/17/16.   |  |
| The transfer of the state of th |  |
|  |  |
|  |  |
| Spud Date: 5/31/16 Rig Release Date:   |  |
|  |  |
|  |  |
| I hereby certify that the information above is true and complete to the best of my knowledge   | e and belief.  |
|  |  |
| SIGNATURE TOURS   TITLE   Advanced Regulatory Reporting Analyst   DATE   August 17, 2016   |  |
| Type or print name Laura Watts E-mail address: laura@yatespetroleur  | m.com PHONE: <u>575-748-4272</u>                                 |
| For State Use Only   |  |
| Accepted for Record Only   | DATE   |
| APPROVED BY:  Conditions of Approval (if any):  MY 6. 2.24  Place III  | DATE   |
| Conditions of Approval (if any): Mulbrown 8/22/2016  |  |