| Submit 1 Copy To Appropriate DistrictState of New MexicoOfficeDistrict I – (575) 393-6161HOBBESEnergy, Minerals and Natural Resources1625 N. French Dr., Hobbs, NM 88240District II – (575) 748-1283Energy, Minerals and Natural Resources1811 S. First St., Artesia, NM 8821AUG2 9 2010OILDistrict III – (505) 334-61781220 South St. Francis Dr.1000 Rio Brazos Rd., Aztec, NM 87410Santa Fe, NM 875051220 S. St. Francis Dr., Santa Fe, NMSanta Fe, NM 87505 |   |                     | Form C-103  |                  |         |
|---|---|---------------------|---|------------------|---------|
|   |   |                     | Revised July 18, 2013<br>WELL API NO.                 |                  |         |
|   |   |                     | 30-025-42460  |                  |         |
|   |   |                     | 5. Indicate Type of Lease                             |                  |         |
|   |   |                     | STATE     FEE       6. State Oil & Gas Lease No.      |                  |         |
|   |   |                     | VB-2066   |                  |         |
| SUNDRY NOTICES AND F  |   |                     | . Lease Name or Unit                                  |                  | ame     |
| (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   |   |                     | Nectarine BSQ State Com                               |                  |         |
| PROPOSALS.)<br>1. Type of Well: Oil Well 🛛 Gas Well 🗌 Other   |   |                     | 2H  |                  |         |
| 2. Name of Operator   |   |                     | 9. OGRID Number                                       |                  |         |
| Yates Petroleum Corporation   |   |                     | 025575  |                  |         |
| <ol> <li>Address of Operator</li> <li>South Fourth Street, Artesia, NM 88210</li> </ol>   |   |                     | 10. Pool name or Wildcat<br>Berry; Bone Spring, North |                  |         |
| 4. Well Location  |   |                     | berry, bone spring, r                                 | - tortar         |         |
| Unit Letter L : 2440 feet   | from the South                            | line and 76         |   | West             | line    |
|   | from the North                            | line and 76         |   | West             | line    |
|   | vnship <u>21S</u> Rang<br>vnship 21S Rang |                     | MPM Lea   | County<br>County |         |
|   | tion (Show whether DR, R                  |                     |   | County           |         |
| 3,784' GR   |   |                     |   |                  |         |
| 12 Charle Armennist   | Den te Indiante Net                       | ENI-time D          | on and an Other Date                                  |                  |         |
| 12. Check Appropriat  | e Box to Indicate Nat                     | ture of Notice, Re  | eport or Other Data                                   | l                |         |
| NOTICE OF INTENTION   | _   |                     | EQUENT REPOR  |                  |         |
| PERFORM REMEDIAL WORK       PLUG AND ABANDON       REMEDIAL WORK       ALTERING CASING         TEMPORARILY ABANDON       CHANGE PLANS       COMMENCE DRILLING OPNS.       P AND A   |   |                     |   |                  | 3 🗌     |
| PULL OR ALTER CASING MULTIPLE   |   | CASING/CEMENT J     |   | ID A             |         |
|   |   |                     |   |                  |         |
| CLOSED-LOOP SYSTEM  |   | OTHER: 5            | o' new hole   |                  |         |
| 13. Describe proposed or completed operati  |   |                     |   | luding estimate  | ed date |
| of starting any proposed work). SEE R   |   |                     |   |                  |         |
| proposed completion or recompletion.  |   |                     |   |                  |         |
|   |   |                     |   |                  |         |
| 8/24/16 – Made 5' new hole. TD 20'. Hole size   | 20".                                      |                     |   |                  |         |
|   |   |                     |   |                  |         |
|   |   |                     |   |                  |         |
|   |   |                     |   |                  |         |
|   | 10116                                     |                     |   |                  |         |
| Note: 30" culvert with locking lid installed on 7.  | /19/16.                                   |                     |   |                  |         |
| Saud Date: 6/30/16  | 7   |                     |   |                  |         |
| Spud Date: 6/30/16  | Rig Release Date                          |                     |   |                  |         |
|   |   |                     |   |                  |         |
| I hereby certify that the information above is true   | e and complete to the best                | t of my knowledge a | nd belief.  |                  |         |
| 1   |   |                     |   |                  |         |
| SIGNATURE Joura Watts   | TITLE Advanced                            | d Regulatory Report | ing Analyst DATE                                      | August 25, 2     | 016     |
| Type or print name Laura Watts  | E-mail address: laur                      | a@yatespetroleum.c  | om PHONE:   | 575-748-4272     |         |
| For State Use Only  | An extend for De                          | ad Oats             |   |                  |         |
| APPROVED BY:  | Accepted for Reco                         | ra Uniy             | DATE  |                  |         |
| Conditions of Approval (if any):  | Mibreur<br>8/=                            | n,                  |   |                  |         |
|   | 8/=                                       | 31/2016             |   |                  |         |