

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

RECEIVED

FEB 10 2012

NMOCD ARTESIA

State of New Mexico  
Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-103

Revised August 1, 2011

WELL API NO.

30-015-39483

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

LG-5803

7. Lease Name or Unit Agreement Name

Puppy BPP State Com

8. Well Number

1Y

9. OGRID Number

025575

10. Pool name or Wildcat

Empire; Wolfcamp, Northwest

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 D : 390 feet from the North line and 200 feet from the West line  
Unit Letter A : 960 feet from the North line and 330 feet from the East line  
Section 2 Township 17S Range 27E NMPM Eddy County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

3425'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 ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☐  
CASING/CEMENT JOB ☐

OTHER: Set conductor and 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.

1/23/12 - Set 40' of 20" conductor and cemented with 28 sx redi-mix to surface at 11:00 AM. Notified Randy Dade NMOCD-Artesia of operations via email.

1/28/12 - Resumed drilling at 9:45 PM.

1/29/12 - TD 17-1/2" hole to 350' at 11:30 AM. Set 13-3/8" 48# J-55 ST&C casing at 346'. Cemented with 100 sx RFC. Tailed in with 420 sx Class "C" (yld 1.34, wt 14.8). Cement did not circulate. Ran temperature survey and showed TOC at 115'. Tagged at 170'.

Pumped 1<sup>st</sup> stage 12 bbls fresh water followed by 25 sx Class "C" + 2% CaCl<sub>2</sub>. No returns. WOC. RIH with 1" and tagged at 205'.

Pumped stage 2 with 12 bbls fresh water followed by 25 sx Class "C" + 2% CaCl<sub>2</sub>. No returns. WOC. RIH with 1" and tagged at 153'.

Pumped stage 3 with 12 bbls fresh water followed by 50 sx Class "C" + 2% CaCl<sub>2</sub>. No returns. Dumped pea gravel. WOC. RIH with 1" and tagged at 30'.

Pumped stage 4 with 25 sx Class "C" with 2% CaCl<sub>2</sub>. Circulated 5 sx to cellar. Tested casing to 1200 psi for 30 min. NOTE: Notified NMOCD of upcoming 1" operations at 7:40 AM 1-30-12 via voicemail. WOC 43 hrs 45 min. Reduced hole to 12-1/4" and resumed drilling.

Spud Date:

9/28/11

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Tina Huerta TITLE Regulatory Compliance Supervisor DATE February 9, 2012

Type or print name Tina Huerta E-mail address: tinah@yatespetroleum.com PHONE: 575-748-4168

For State Use Only

APPROVED BY: R. Dade TITLE Dist. II Supervisor DATE 02/09/2012

Conditions of Approval (if any):