

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

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

Form C-103  
Revised August 1, 2011

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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. 30-015-39792
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. VO-6670
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210		7. Lease Name or Unit Agreement Name Doc BHU State Com
4. Well Location Unit Letter <u>O</u> : <u>430</u> feet from the <u>South</u> line and <u>2310</u> feet from the <u>East</u> line Unit Letter <u>O</u> : <u>430</u> feet from the <u>South</u> line and <u>2310</u> feet from the <u>East</u> line Surf-Section <u>6</u> Township <u>25S</u> Range <u>30E</u> NMPM <u>Eddy</u> County BHL-Section <u>5</u> Township <u>25S</u> Range <u>30E</u> NMPM <u>Eddy</u> County		8. Well Number 5H
		9. OGRID Number 025575
		10. Pool name or Wildcat Pierce Crossing; Bone Spring, East
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3189'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 ☐

SUBSEQUENT REPORT OF:

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

OTHER: ☐

OTHER: 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.

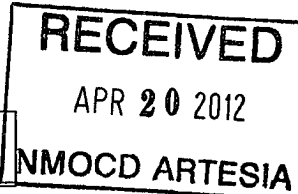
4/14/12 - Resumed drilling at 7:30 PM.

4/15/12 - TD 17-1/2" hole to 675'. Set 13-3/8" 48# J-55 ST&C casing at 674'. Cemented with 750 sx Class "C" + 3#/sx D042 + 0.2% D046 + 0.125#/sx D130 (yld 1.34, wt 14.8). Circulated 251 sx to surface. Tested casing to 600 psi for 30 min. WOC 36 hrs 35 min. Reduced hole to 12-1/4" and resumed drilling.

Spud Date:

3/3/12

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 Reporting Supervisor DATE April 19, 2012

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

For State Use Only

APPROVED BY: DRD TITLE Dist. Rep. Supervisor DATE 04/24/2012

Conditions of Approval (if any):