

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

<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. 30-005-63402
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		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-5583
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210		7. Lease Name or Unit Agreement Name Casino AXC State
4. Well Location Unit Letter <u>P</u> : <u>660</u> feet from the <u>South</u> line and <u>810</u> feet from the <u>East</u> line Section <u>2</u> Township <u>10S</u> Range <u>26E</u> NMPM Chaves County		8. Well Number 2
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,899' GR		9. OGRID Number 025575
		10. Pool name or Wildcat Foor Ranch; Wolfcamp Gas

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 OPS. ☐ P AND A ☐  
CASING/CEMENT JOB ☐

OTHER: Perforate additional Wolfcamp and acidize ☒

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.

6/10/14 - Loaded casing with 55 bbls. Pressure tested to 500 psi for 10 mins, held good. NU BOP.  
6/11/14 - Set RBP at 5,634'. Loaded hole with 85 bbls 3% KCL. Pumped a total of 90 bbls KCL. Perforated Wolfcamp 5,428' - 5,440' (48 holes). Set RBP at 5,537'. PUH to 5,443'. Spotted 5 bbls acid across perfs. ND BOP. Reverse circulated 5 bbls. Apply 500 psi to casing. Pumped 1200 gals 20% IC HCL with cationic surfactants while dropping 75 balls. Did not see any ball action.  
6/15/14 - NU BOP. Released RBP and moved up hole to 5,380' and set RBP. Loaded hole with 40 bbls 3% KCL. Tested RBP to 500 psi, held good. Perforated Wolfcamp 5,334'-5,350' (64 holes). Reverse circulate 90 bbls 3% KCL. Pressure tested casing to 500 psi, held good.  
6/16/14 - Apply 500 psi to casing. Acidized with 2300 gals 20% IC HCL with cationic surfactants. Dropped 100 ball sealers. Did not see any ball action.  
6/17-18/14 - Released RBP. Released 2<sup>nd</sup> RBP at 5,634'. Pumped 10 bbls down tubing and casing. 2-3/8" 4.7# J-55 tubing at 5,662'.

NM OIL CONSERVATION

ARTESIA DISTRICT

Spud Date:

Rig Release Date:

JUN 26 2014

RECEIVED

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 June 25, 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 Dist R Supervisor DATE 7-1-14

Conditions of Approval (if any):

File C105