

State of New Mexico
Energy, Minerals and Natural Resources

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

Form C-103
October 13, 2009

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.)		7. Lease Name or Unit Agreement Name Bonbon BNN State Com	RECEIVED DEC - 2 2009 NMOCD ARTESIA																																	
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		8. Well Number 1H																																		
2. Name of Operator Yates Petroleum Corporation		9. OGRID Number 025575																																		
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210		10. Pool name or Wildcat Wildcat; Bone Spring																																		
4. Well Location <table border="0"> <tr> <td>Surface</td> <td>M</td> <td>:</td> <td>660</td> <td>feet from the</td> <td>South</td> <td>line and</td> <td>330</td> <td>feet from the</td> <td>West</td> <td>line</td> </tr> <tr> <td>BHL</td> <td>P</td> <td>:</td> <td>660</td> <td>feet from the</td> <td>South</td> <td>line and</td> <td>330</td> <td>feet from the</td> <td>East</td> <td>line</td> </tr> <tr> <td>Section</td> <td>27</td> <td></td> <td></td> <td>Township</td> <td>25S</td> <td>Range</td> <td>28E</td> <td>NMPM</td> <td>Eddy</td> <td>County</td> </tr> </table>				Surface	M	:	660	feet from the	South	line and	330	feet from the	West	line	BHL	P	:	660	feet from the	South	line and	330	feet from the	East	line	Section	27			Township	25S	Range	28E	NMPM	Eddy	County
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Section	27			Township	25S	Range	28E	NMPM	Eddy	County																										
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 2946'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: 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.

11/25/09 - Made 5' new hole at 11:45 AM. TD 90'. Hole size 12-1/4".

Spud Date:

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 December 1, 2009

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

For State Use Only

APPROVED BY: [Signature] TITLE Geologist DATE 12/1/09

Conditions of Approval (if any):