

Submit 1 Copy To Appropriate District
Office
District I
1625 N. French Dr , Hobbs, NM 88240
District II
1301 W. Grand Ave , Artesia, NM 88210
District III
1000 Rio Brazos Rd , Aztec, NM 87410
District IV
1220 S. St. Francis Dr , Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
October 13, 2009

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

WELL API NO. 30-015-36913
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Bonbon BNN State Com
8. Well Number 1H
9. OGRID Number 025575
10. Pool name or Wildcat Wildcat; Bone Spring
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 2946' GR

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	
2. Name of Operator Yates Petroleum Corporation	
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210	
4. Well Location Surface M : 660 feet from the South line and 330 feet from the West line BHL P : 691 feet from the South line and 5001 feet from the West line Section 27 Township 25S Range 28E NMPM Eddy County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 2946' GR	

RECEIVED

MAY 14 2010

NMOCD ARTESIA

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: Completion Operations ☒

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.

3/24/10 – NU BOP.
3/25/10 – Drilled DV tool at 5510'. Tested DV tool to 1000 psi, held good. Circulated hole clean. Pickled casing and tubing with 1000g 15% NEFE acid. Tested casing to 2500 psi, held good.
3/28/10 – Worked scraper through DV tool at 5513'.
4/1/10 – Spotted 2500g 15% HCL at 11,041'.
4/4/10 – Perforated Bone Spring 10,554', 10,716', 10,876' and 11,037' for a total of 40 holes.
4/19/10 – Frac Bone Spring down casing with 30 ppt borate system. Pumped all of 5# sand. Screened well out with 111 bbls of flush gone. Flush total was 245 bbls. Pumped 51,250# in formation. Left 17,500# sand in casing, 2500# 4 ppg left in casing and all 15,000# of 5 ppg sand.
4/25/10 – Pumped 125 bbls 5% KCl to circulate well. 2-7/8" tubing at 6076'.

Spud Date: 1/30/09

Rig Release Date: 3/17/10

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 May 12, 2010

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

For State Use Only

APPROVED BY: David May TITLE Field Supervisor DATE 5-17-2010
Conditions of Approval (if any): submit sundry to include tbg. detail - wt., grade