

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

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

Form C-103

October 13, 2009

WELL API NO.

30-015-38261

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

VB-0815

7. Lease Name or Unit Agreement Name

Trojans BQT State

8. Well Number

1H

9. OGRID Number

025575

10. Pool name or Wildcat

Rock Spur; Bone Spring

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 P : 660 feet from the South line and 330 feet from the East line

Unit Letter M : 660 feet from the South line and 330 feet from the West line

Section 36 Township 25S Range 28E NMPM Eddy County

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

2916'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: Intermediate 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.

1/19/11 - TD 12-1/4" hole to 2680'.

1/20/11 - Set 9-5/8" 36# K-55 H-40 LT&C casing at 2680'. Cemented with 615 sx 35:65:6 Poz "C" + 0.125#/sx D130 + 6% D20 + 5%
D44 + 0.2% D46 + 2#/sx D42 (yld 2.06, wt 12.6). Tailed in with 200 sx Class "C" + 0.1% D13 (yld 1.33, wt 14.8). Circulated 95 sx to
pit. Tested casing to 1000 psi for 30 min. WOC 36 hrs. Reduced hole to 8-3/4" and resumed drilling.

RECEIVED

JAN 26 2011

NMOCD ARTESIA

Spud Date:

11/30/10

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

January 25, 2011

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

2-7-11

Conditions of Approval (if any)

[Signature]