

Submit 1 Copy To Appropriate District Office

District I - (575) 393-6166  
1625 N French Dr., Hobbs, NM 88240  
District II - (575) 748-1283  
811 S First St., Artesia, NM 88210  
District III - (505) 334-6188  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV - (505) 476-3460  
1220 S. St. Francis Dr., Santa Fe, NM 87505

RECEIVED

OCT 10 2012

NMOC ARTESIA

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

WELL API NO. 30-015-37495
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VO-7347
7. Lease Name or Unit Agreement Name Torpedo BOW State Com
8. Well Number 1H
9. OGRID Number 025575
10. Pool name or Wildcat Wildcat; 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 <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 Unit Letter M : 660 feet from the South line and 330 feet from the West line Unit Letter P : 660 feet from the South line and 330 feet from the East line Section 11 Township 25S Range 27E NMPM Eddy County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3170' 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: Production 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.

9/11/12 - Drilled to 7097' KOP and continued to drill directionally.

9/15/12 - Drilled to 8049' and reduced hole to 8-1/2" and continued to drill.

9/20/12 - Reached TD 8-1/2" hole to 12,018'.

9/23/12 - Set 5-1/2" 17# P-110 LT&C BT&C casing at 11,978'. DV tool/stage tool at 4606'. Openhole packers at 7938', 7997', 8111', 8225', 8384', 8543', 8702', 8861', 9020', 9179', 9339', 9498', 9657', 9816', 9975', 10,134', 10,293', 10,451', 10,610', 10,769', 10,928', 11,087', 11,246', 11,403', 11,517', 11,676', 11,791' and 11,849'. Frac ports at 8055', 8170', 8284', 8443', 8601', 8761', 8920', 9079', 9238', 9397', 9556', 9716', 9874', 10,034', 10,192', 10,351', 10,510', 10,669', 10,828', 10,987', 11,146', 11,305', 11,461', 11,576', 11,735' and dual-external hydraulic frac port at 11,909'. Float collar at 11,969'. Cemented stage 1 with 645 sx Class "C" + 0.2% D013 + 0.2% D046 + 0.2% D065 + 0.125#/sx D130 + 0.5% D208 + 5% D044 + 6% D020 (yld 1.82, wt 13). Cemented stage 2 with 530 sx Class "C" + 0.2% D013 + 6% D020 + 5% D044 + 0.2% D046 + 0.2% D065 + 0.125#/sx D130 + 0.05% D208 (yld 2.08, wt 12.6). Tailed in with 180 sx Class "C" + 0.1% D013 + 5#/sx D042 + 5% D044 + 0.2% D046 + 0.125#/sx D130 (yld 1.36, wt 14.2).

Spud Date:

2/26/10

Rig Release Date:

9/24/12

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 October 5, 2012

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

For State Use Only

APPROVED BY: [Signature] TITLE Dist. Rep. Supervisor DATE 10/16/12

Conditions of Approval (if any):