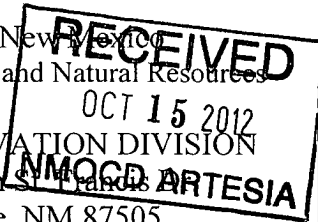


Submit 1 Copy To Appropriate District Office
District I – (575) 393-6161
1625 N French Dr, Hobbs, NM 88240
District II – (575) 748-1283
811 S. First St., Artesia, NM 88210
District III – (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV – (505) 476-3460
1220 S St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources
OIL CONSERVATION DIVISION
1220 South St. Francis
Santa Fe, NM 87505



Form C-103
Revised August 1, 2011

WELL API NO. 30-015-37463	
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>	
6. State Oil & Gas Lease No. VO-7331	
7. Lease Name or Unit Agreement Name Perfecto BOX 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	
2. Name of Operator Yates Petroleum Corporation	
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210	
4. Well Location Unit Letter <u>D</u> : <u>660</u> feet from the <u>North</u> line and <u>330</u> feet from the <u>West</u> line Unit Letter <u>A</u> : <u>660</u> feet from the <u>North</u> line and <u>330</u> feet from the <u>East</u> line Section <u>14</u> Township <u>25S</u> Range <u>27E</u> NMPM <u>Eddy</u> County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3166'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: Surface and 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.

9/28/12 – Resumed drilling at 11:00 PM. TD 17-1/2" hole to 435'. NOTE: Notified NMOCDA of resumed drilling at 8:00 PM via voicemail.

9/29/12 – Set 13-3/8" 48# J-55 ST&C casing at 435'. Cemented with 440 sx Class "C" + 3% D042 + 0.2% D046 + 0.125#/sx D130 + 94#/sx D903 (yld 1.33, wt 14.8). Circulated 125 sx to half round. Tested casing to 1200 psi for 30 min, good.

10/1/12 – WOC 84 hrs. Reduced hole to 12-1/4" and resumed drilling.

10/3/12 – TD 12-1/4" hole to 2498'. Set 9-5/8" 36#, 40# J-55 LT&C casing at 2498'. Cemented with 740 sx Class "C" + 0.1% D013 + 7% D020 + 29#/sx D035 + 3#/sx D042 + 5% D044 + 0.2% D046 + 0.3% D112 (yld 2.10, wt 12.6). Tailed in with 180 sx Class "C" + 42#/sx D035 + 3#/sx D042 + 5% D044 + 0.2% D046 + 0.2% D065 (yld 1.36, wt 14.2). Circulated 171 sx to pit. Tested casing to 1200 psi for 30 min, good. WOC 23 hrs 15 min. Reduced hole to 8-3/4" and resumed drilling.

Spud Date: 2/26/10

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 Reporting Supervisor DATE October 11, 2012

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

APPROVED BY: APD TITLE Dist R Supervisor DATE 10/16/12
Conditions of Approval (if any):