

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

Form C-103
Revised July 18, 2013

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

WELL API NO. 30-015-41725
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Nickson BM
8. Well Number 5H
9. OGRID Number 025575
10. Pool name or Wildcat Penasco Draw; San Andres-Yeso

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 A : 600 feet from the North line and 150 feet from the East line Unit Letter Lot 1 : 400 feet from the North line and 330 feet from the West line Section 30 Township 18S Range 26E NMPM Eddy County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,440' GR	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
DOWNHOLE COMMINGLE <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>
CLOSED-LOOP SYSTEM <input type="checkbox"/>	OTHER: Production casing <input checked="" type="checkbox"/>
OTHER: <input type="checkbox"/>	

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.

4/7/14 - Drilled to KOP 2,148' and continued drilling directional.
4/11/14 - Reached TD 7-7/8" hole to 7,055'.
4/12/14 - Set 5-1/2" 17# L-80 BT&C casing at 7,055'. DV tool at 2,110'. Float collar at 7,008'. Cemented stage 1 with 650 sacks Class "C" + 0.2% D013 + 0.2% D046 + 0.5% D112 + 30% D151 + 1.5% D174 + 0.1% D208 (yld 1.82, wt 13.0). Circulated 93 sacks to the surface. Cemented stage 2 with 490 sacks Class "C" + 0.25% D013 + 3% D020 + 5#/sx D042 + 5% D044 + 0.2% D046 + 0.2% D065 + 0.125#/sx D130 (yld 1.97, wt 12.0). Tailed in with 100 sacks Class "C" + 3#/sx D042 + 0.2% D046 + 0.125#/sx D130 (yld 1.34, wt 14.8). Circulated 61 sacks to the surface. ND BOP.

Spud Date:

3/27/14

Rig Release Date:

4/13/14

RECEIVED

APR 18 2014

NMOCD ARTESIA

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Laura Watts TITLE Regulatory Reporting Technician DATE April 17, 2014

Type or print name Laura Watts E-mail address: laura@yatespetroleum.com PHONE: 575-748-4272

For State Use Only

APPROVED BY: [Signature] TITLE Dist. H. Spewer DATE May 22, 2014

Conditions of Approval (if any):