

Submit 3 Copies 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
June 16, 2008

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

WELL API NO. 30-015-37126
5. Indicate Type of Lease STATE ☒ FEE ☐
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Loving AIB State
8. Well Number 7
9. OGRID Number 25575
10. Pool name or Wildcat South Culebra Bluff-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 ☐	RECEIVED AUG 11 2010 NMOCD ARTESIA
2. Name of Operator Yates Petroleum Corporation	
3. Address of Operator 105 S. 4 th Street, Artesia, New Mexico 88210	
4. Well Location Unit Letter P 510 feet from the South line and 660 feet from the East line Section 16 Township 23S Range 28E NMPM County Eddy	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3711' GR	

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

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK ☐	PLUG AND ABANDON ☐	REMEDIAL WORK ☐	ALTERING CASING ☐
TEMPORARILY ABANDON ☐	CHANGE PLANS ☒	COMMENCE DRILLING OPNS. ☐	P AND A ☐
PULL OR ALTER CASING ☐	MULTIPLE COMPL. ☐	CASING/CEMENT JOB ☐	
OTHER: ☐		OTHER: ☐	

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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Yates Petroleum Corporation wishes to change the proposed drilling plans

* Surface	Hole 17 1/2 "	Casing Size 13 3/8"	0-300	Fresh Water	325 sx Cement
Intermediate	Hole 11"	Casing Size 8 5/8"	300- 2,650	Brine Water	750 sx Cement
Production	Hole 7 7/8"	Casing Size 5 1/2"	2,650-7,600	Cut Brine	1200 sx Cement

Thank you,

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

SIGNATURE Armando A. Lopez TITLE Chief Land Regulatory Agent DATE August 10, 2010

Type or print name Armando A. Lopez E-mail address armandol@yatespetroleum.com PHONE: (575) 748-4372
For State Use Only

APPROVED BY: David Gray TITLE Compliance Officer-A DATE 8-17-2010

Conditions of Approval (if any):

* on surface string - cement must be circulated of topped off to surface.

OK