State of New Mexico Form C-103 Office Energy, Minerals and Natural Resources Revised July 18, 2013 District 1 - (575) 393-6161 WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 District II - (575) 748-1283 30-025-41458 OIL CONSERVATION DIVISION 811 S. First St., Artesia, NM 88210 5. Indicate Type of Lease District III - (505) 334-6178 1220 South St. Francis Dr. STATE 🖂 FEE \square 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 6. State Oil & Gas Lease No. District IV - (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM VB-1519 7. Lease Name or Unit Agreement Name SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A Tour BUS State Com DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-10) FOR SHOULD 8. Well Number PROPOSALS.) 1. Type of Well: Oil Well 1H Gas Well Other 2. Name of Operator JUL 07 2014 9. OGRID Number Yates Petroleum Corporation 025575 3. Address of Operator 10. Pool name or Wildcat RECEIVED 105 South Fourth Street, Artesia, NM 88210 Oio Chiseo; Bone Spring 4. Well Location Unit Letter feet from the 200 South line and 2180 feet from the West N line Unit Letter $\overline{\mathbf{C}}$ feet from the 330 North line and 1980 feet from the West line Section 23 Township 22S Range **NMPM** Lea County 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,433 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 DOWNHOLE.COMMINGLE ... ស្រុសអាស្រាស់ ខេត្តប្រាស់ CLOSED-LOOP SYSTEM OTHER: OTHER: 5' new hole 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. 7/2/14 - Made 5' new hole. TD 70'. Hole size 20". Notified Maxey Brown NMOCD-Hobbs of operations via email. 11/1/13 Spud Date: Rig Release Date: I hereby certify that the information above is true and complete to the best of my knowledge and belief. SIGNATURE TITLE Regulatory Reporting Technician DATE July 3, 2014 Type or print name .aura Watts E-mail address: laura@yatespetroleum.com PHONE: For State Use Only **Accepted for Record Only** APPROVED BY: DATE Conditions of Approval (if any): JUL \$ 0 2014

Submit 1 Copy To Appropriate District