

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

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

<p>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)</p>		<p>WELL API NO. 30-015-37495</p>
<p>1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/></p>		<p>5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/></p>
<p>2. Name of Operator Yates Petroleum Corporation ✓</p>		<p>6. State Oil & Gas Lease No. VO-7347</p>
<p>3. Address of Operator 105 South Fourth Street, Artesia, NM 88210</p>		<p>7. Lease Name or Unit Agreement Name Torpedo BOW State Com ✓</p>
<p>4. Well Location Unit Letter <u>P</u> <u>660</u> feet from the <u>South</u> line and <u>330</u> feet from the <u>West</u> line Section <u>11</u> Township <u>25S</u> Range <u>27E</u> NMPM <u>Eddy</u> County</p>		<p>8. Well Number 1H ✓</p>
<p>11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3170'GR</p>		<p>9. OGRID Number 025575 ✓</p>
		<p>10. Pool name or Wildcat Wildcat</p>

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:

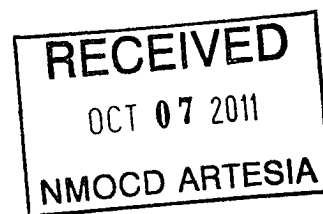
REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: ☐

OTHER: 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.

9/27/11 – Made 5' new hole at 11:40 AM. TD 160'. Hole size 10". Notified Darold Gray NMOCD-Artesia of operations via email.



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 Compliance Supervisor DATE October 6, 2011

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

For State Use Only

APPROVED BY: T.C. Shepard TITLE Geologist DATE OCT 12 2011
Conditions of Approval (if any):