| Submit 1 Copy To Appropriate District Office  | State of New Mexic<br>Energy, Minerals and Natural  |                     | Form C-103<br>Revised August 1, 2011   |
|---|---|---------------------|--|
| <u>District I</u> – (575) 393-6161<br>1625 N French Dr , Hobbs, NM 88240  | French Dr , Hobbs, NM 88240 LII – (575) 748-1283 First St , Artesia, NM 88210 LIII – (505) 334-6178 III Brazos Rd , Aztec, NM 87410 LIV – (505) 476-3460  OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505 |                     | WELL API NO.   |
| <u>District II</u> – (575) 748-1283<br>811 S First St , Artesia, NM 88210   |   |                     | 30-015-38419<br>5. Indicate Type of Lease  |
| <u>District III</u> – (505) 334-6178<br>1000 Rio Brazos Rd, Aztec, NM 87410   |   |                     | STATE S FEE  |
| <u>District IV</u> – (505) 476-3460<br>1220 S St Francis Dr, Santa Fe, NM   |   |                     | 6. State Oil & Gas Lease No. VO-7679   |
| 87505 SUNDRY NOTICES AND REPORTS ON WELLS   |   |                     | 7. Lease Name or Unit Agreement Name   |
| (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  |   |                     | Coltrane BQR State Com   |
| PROPOSALS)  1. Type of Well: Oil Well  Gas Well  Other  |   |                     | 8. Well Number<br>1H   |
| 2. Name of Operator   |   |                     | 9. OGRID Number  |
| Yates Petroleum Corporation  3. Address of Operator   |   |                     | 025575<br>10. Pool name or Wildcat   |
| 105 South Fourth Street, Artesia, NM 88210  |   |                     | Wildcat; Bone Spring   |
| 4. Well Location  |   |                     |  |
| Unit Letter P : : Unit Letter M   | feet from the South South   |                     | feet from the East line   60   Feet from the West line   |
| Section 36 Township 25S Range 31E NMPM Eddy County  |   |                     |  |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3299'GR  |   |                     |  |
| 3299 UR   |   |                     |  |
| 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   |   |                     |  |
| DOWNHOLE COMMINGLE  |   |                     | <del></del>  |
| OTHER.  |   | OTHER: 5' new hol   | e 🏻  |
| 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. |   |                     |  |
| 12/12/11 – Made 5' new hole at 11:00 AM. TD 95'. Hole size 12-1/4". Notified Randy Dade NMOCD-Artesia of operations via email.                      |   |                     |  |
| 12/12/11 — Whate 3 hew hole at 11   | .00 MM. 1D 73 . Hole Size 12-1/4 . 1  | Notified Railey Dad | to 14410 CD 741 esta of operations via email.  |
|   |   |                     | RECEIVED   |
|   |   |                     |  |
|   |   |                     | DEC 1 4 2011   |
|   |   |                     | NMOCD ARTESIA  |
|   |   |                     | Part of the second seco |
|   |   |                     |  |
| Spud Date: 1/31/1   | 1 Rig Release Date:   | . [                 |  |
| Spud Date.  | Kig Kelease Date.   | -                   |  |
|   |   |                     |  |
| I hereby certify that the information above is true and complete to the best of my knowledge and belief.  |   |                     |  |
| AND   |   |                     |  |
| SIGNATURE TITLE Regulatory Compliance Supervisor DATE December 13, 2011   |   |                     |  |
| Type or print name Tina Hu  | <u>tinal</u> E-mail address: <u>tinal</u>   | h@yatespetroleum.   | com PHONE: <u>575-748-4168</u>   |
| For State Use Only  | Sharul C.   | Variet              | DEC :4 / 2044  |
| APPROVED BY:(Conditions of Approval (if any):   | 1) / W/WW/ TITLE 650  | 129121              | DATE DEC 1:4 2011  |