

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 August 1, 2011

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

WELL API NO. 30-015-39673	
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>	
6. State Oil & Gas Lease No. VB-1077	
7. Lease Name or Unit Agreement Name Steelers BRS State	
8. Well Number #1H	
9. OGRID Number	
10. Pool name or Wildcat Undesignated First Bone Springs	
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	
2. Name of Operator Yates Petroleum Corporation	
3. Address of Operator 105 S. 4 th Street, Artesia, NM 88210	
4. Well Location Unit Letter <u>P</u> : <u>660</u> feet from the <u>South</u> line and <u>200</u> feet from the <u>East</u> line Section <u>24</u> Township <u>20S</u> Range <u>27E</u> NMPM County <u>Eddy</u>	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3341' 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"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input checked="" type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
OTHER: <input 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.

Yates Petroleum Corporation respectfully requests permission to alter the Intermediate Cement Program as follows:

The Intermediate string will be cemented from 4850' to Surface in three stages with a DV tool at approx. 2600' and 1000'. The Intermediate string will be cemented with 100% excess.

Stage 1: Lead = 565 sx of 35:65:6 Poz C (YLD 2 WT 12.5), Tail = 200 sx of Class C (YLD 1.34 WT 14.8) 4850'-2600'

Stage 2: Lead = 360 sx of 35:65:6 Poz C (YLD 2 WT 12.5), Tail = 200 sx of Class C (YLD 1.34 WT 14.8) 2600'-1000'

Stage 3: Lead = 250 sx of 35:65:6 Poz C (YLD 2 WT 12.5), Tail = 100 sx of Class C (YLD 1.34 WT 14.8) 1000'-0'

Spud Date:

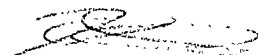
12-29-11

Rig Release Date:

12-29-12

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

SIGNATURE



TITLE Well Planner

DATE 5-31-12

Type or print name

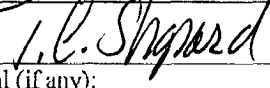
Troy M. Peterson

E-mail address:

tpeterson@yatespetroleum.com

PHONE: 575-748-4211

APPROVED BY:



TITLE

Geologist

DATE

5/31/2012

Conditions of Approval (if any):