

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

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

Form C-103
Revised August 1, 2011

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)		WELL API NO. 30-015-20257
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other SWD		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Yates Petroleum Corporation		6. State Oil & Gas Lease No. NM-14758
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210		7. Lease Name or Unit Agreement Name King SWD
4. Well Location Unit Letter <u>C</u> : <u>660</u> feet from the <u>North</u> line and <u>1980</u> feet from the <u>West</u> line Section <u>9</u> Township <u>20S</u> Range <u>25E</u> NMPM <u>Eddy</u> County		8. Well Number 1
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3483' GR		9. OGRID Number 025575
		10. Pool name or Wildcat SWD; Devonian

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: MIT ☒

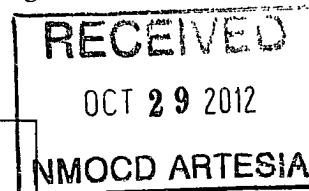
13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

10/4/12 - Found holes in tubing from approx. 9050' to 9950'. Parted above the bottom upset. Pulled out with jts of tubing.
10/7/12 - TIH to 3978', tagged up solid. Pulled 28 pts over to get free. RIH to 3000', well flowing up tubing.
10/8/12 - RIH with tubing to 6850'. TIH with scraper down to 9250'.
10/9/12 - Tagged top of fish at 9835'. Circulated 220 bbls 10# brine water. Well went on vacuum. TOOHH with tubing. Tagged up at 3978'.
10/10/12 - Tagged up at 3747'. RU swivel and reamed through 4020'. TIH to 9802'.
10/11/12 - Tagged up at 3978', worked down to 4020'. Still hanging up.
10/12/12 - Tagged up at 9835'. Worked over tubing. Released packer.
10/14/12 - RIH down to 10,250'. Logged well to surface. TIH down to 10,218'.
10/15/12 - Set packer at 9936'. Tested casing to 1000 psi for 15 min, held good. Moved packer to 10,221'. Tested casing to 1000 psi for 15 min, held good.
10/23/12 - Set 2-7/8" 6.5# L-80 plastic coated tubing and nickel plated AS1-X packer at 10,221'. Circulated 220 bbls packer fluid. ND BOP. Pressure tested casing to 500 psi for 30 min, held good. Recorded pressure test on circle chart. Richard Inge NMOCD-Artesia notified but did not witness.

Original MIT attached, copy of MIT sent to BLM-Carlsbad on 10-25-12

Spud Date:

Rig Release Date:



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

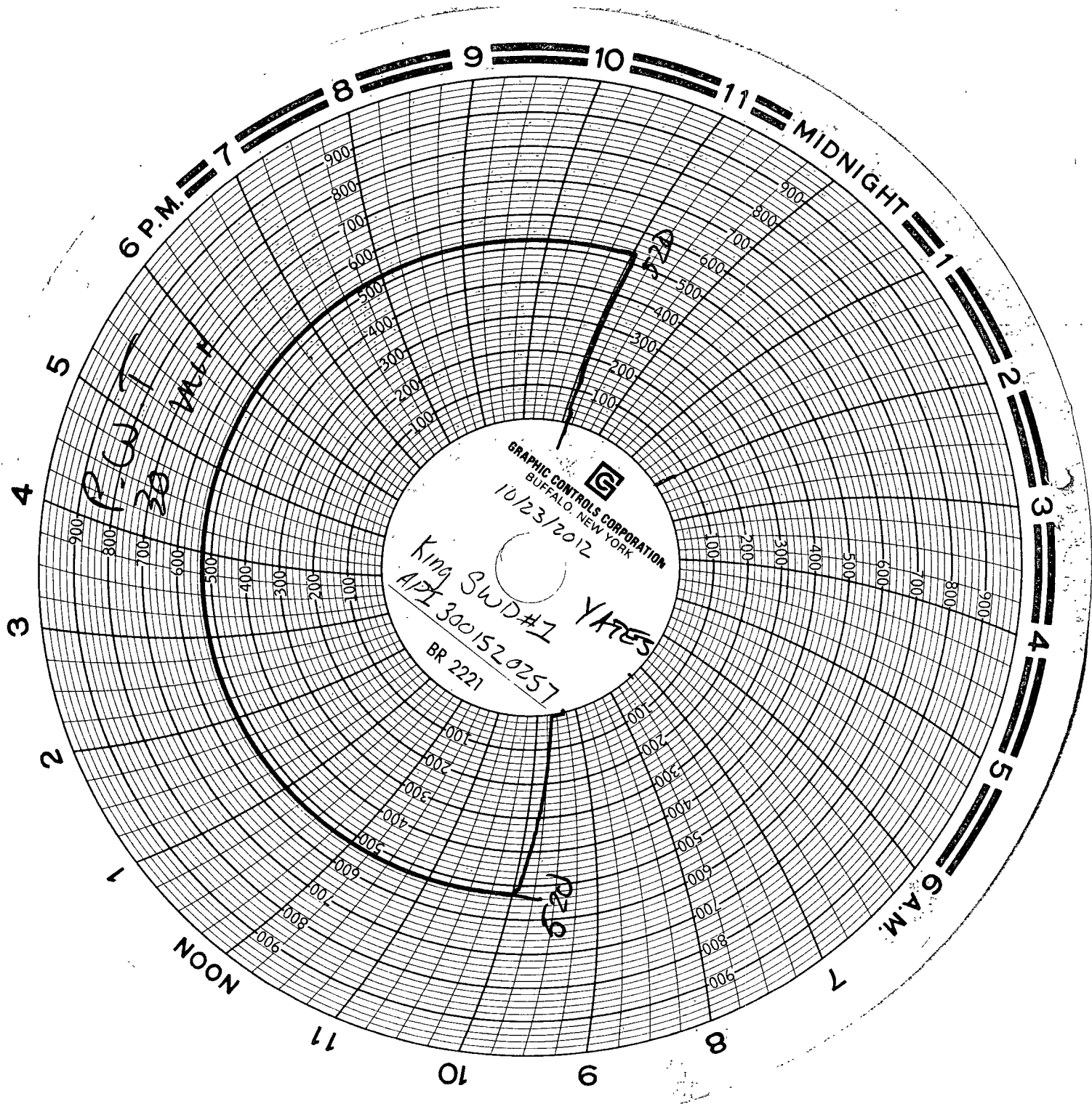
SIGNATURE Tina Huerta TITLE Regulatory Reporting Supervisor DATE October 25, 2012

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

For State Use Only

APPROVED BY: Richard Inge TITLE COMPLIANCE OFFICER DATE 11/8/12

Conditions of Approval (if any):



GRAPHIC CONTROLS CORPORATION
BUFFALO, NEW YORK
10/23/2012

King SWD#1 YATES
API 3001520257
BR 2221