

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.<br>30-015-38576  |
| 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No.<br>LG-2041   |
| 7. Lease Name or Unit Agreement Name<br>Anthill AAK State Com                                       |
| 8. Well Number<br>3H  |
| 9. OGRID Number<br>025575   |
| 10. Pool name or Wildcat<br>Parkway; Bone Spring  |

**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  Gas Well  Other

2. Name of Operator  
Yates Petroleum Corporation

3. Address of Operator  
105 South Fourth Street, Artesia, NM 88210

4. Well Location  
 Unit Letter P : 560 feet from the South line and 330 feet from the East line  
 Unit Letter M : 760 feet from the South line and 330 feet from the W line  
 Section 2 Township 20S Range 29E NMPM Eddy County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
3297'GR

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:

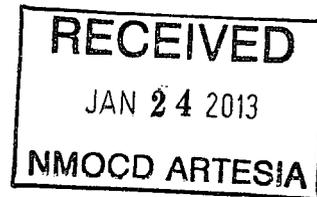
- REMEDIAL WORK  ALTERING CASING   
 COMMENCE DRILLING OPNS.  P AND A   
 CASING/CEMENT JOB

OTHER:

OTHER: Production casing

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.

12/26/12 - Drilled to 5600' KOP and continued to drill directionally.  
 12/29/12 - Drilled to 6504' and reduced hole to 8-1/2" and continued drilling.  
 1/7/13 - Reached TD 8-1/2" hole to 10,607' at 6:30 PM.  
 1/9/13 - Set 5-1/2" 17# L-80 LT&C casing at 10,595'. Stage collar at 5545'. Float collar at 10,547'. Cemented stage 1 with 900 sx PVL + 0.2% D046 + 0.5% D112 + 1.5% D174 + 0.1% D208 + 0.8% D800 (yld 1.82, wt 13). Circulated 92 sx to pit. Cemented stage 2 with 420 sx Class "C" + 6% D020 + 0.05% D028 + 5% D044 + 0.2% D046 + 0.2% D065 + 0.125% D130 (yld 2.06, wt 12.6). Tailed in with 180 sx Class "C" + 0.1% D013 + 1% D020 + 5% D044 + 0.2% D046 (yld 1.36, wt 14.2).



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 January 18, 2013

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

For State Use Only

APPROVED BY: RDade TITLE Dis. R. Supervisor DATE 1/24/13

Conditions of Approval (if any):