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

WELL API NO.
30-015-36070

5. Indicate Type of Lease
STATE ☒ FEE ☐

6. State Oil & Gas Lease No.
VO-7523

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.)

7. Lease Name or Unit Agreement Name
Thurman Draw Unit

8. Well Number
1H

1. Type of Well: Oil Well ☒ Gas Well ☐ Other

2. Name of Operator
Yates Petroleum Corporation

9. OGRID Number
025575

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

10. Pool name or Wildcat
Wildcat; Delaware < 978217

4. Well Location
Unit Letter C : 1200 feet from the North line and 1850 feet from the West line
Section 16 Township 26S Range 23E NMPM Eddy County

11. Elevation *(Show whether DR, RKB, RT, GR, etc.)*
4341'GR

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 ☐	CHANGE PLANS ☐	COMMENCE DRILLING OPNS. ☐	P AND A ☐
PULL OR ALTER CASING ☐	MULTIPLE COMPL ☐	CASING/CEMENT JOB ☐	
DOWNHOLE COMMINGLE ☐			
OTHER: Squeeze Delaware ☒		OTHER: ☐	

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 plans to squeeze Delaware perfs as follows:

1. MIRU any safety equipment needed.
2. Set a cement retainer at 3370'. Sting into retainer and pump 50 sx Class "C" cement and then tail in with 50 sx Class "C" cement with 1.5% CaCl2. If a positive displacement pressure cannot be established over displace and squeeze again. Sting out of retainer and reverse clean.
3. Set a cement retainer at 2958'. Sting into retainer and pump a hesitation squeeze. Pressure up on the annulus to 500 psi. Pump 100 sx Class "C" cement into the formation and shut down for 10 min. Pump an additional 50 sx and shut down for 10 min then pump another 50 sx into formation. If a positive displacement pressure cannot be established over displace and squeeze again. Sting out of retainer and reverse clean.
4. WOC for 24 hrs.
5. Drill out first retainer and clean out down to 3210'. Pressure test casing to 500 psi. If the casing will not test re-squeeze and test again.
6. Drill out 2nd retainer and clean out down to 3450'. Test casing to 500 psi. If the casing will not test re-squeeze and test again.
7. Pull RBP at 3606'. RIH with tubing and SN.
8. RDMO. Well will go back to original Bone Spring and will still be SIWOPL. Wellbore schematics attached.

Spud Date: Rig Release Date:

RECEIVED
MAR 19 2013
NMOCD ARTESIA

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 March 18, 2013

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 3/20/2013

Conditions of Approval (if any):

WELL NAME: Thurman Draw Unit #1H **FIELD:** Wildcat; Bone Spring (Gas)

LOCATION: Unit C, (Surf) 1200'FNL and 1850'FWL, Section 16-26S-23E Eddy County

GL: 4,341' **ZERO:** **KB:**

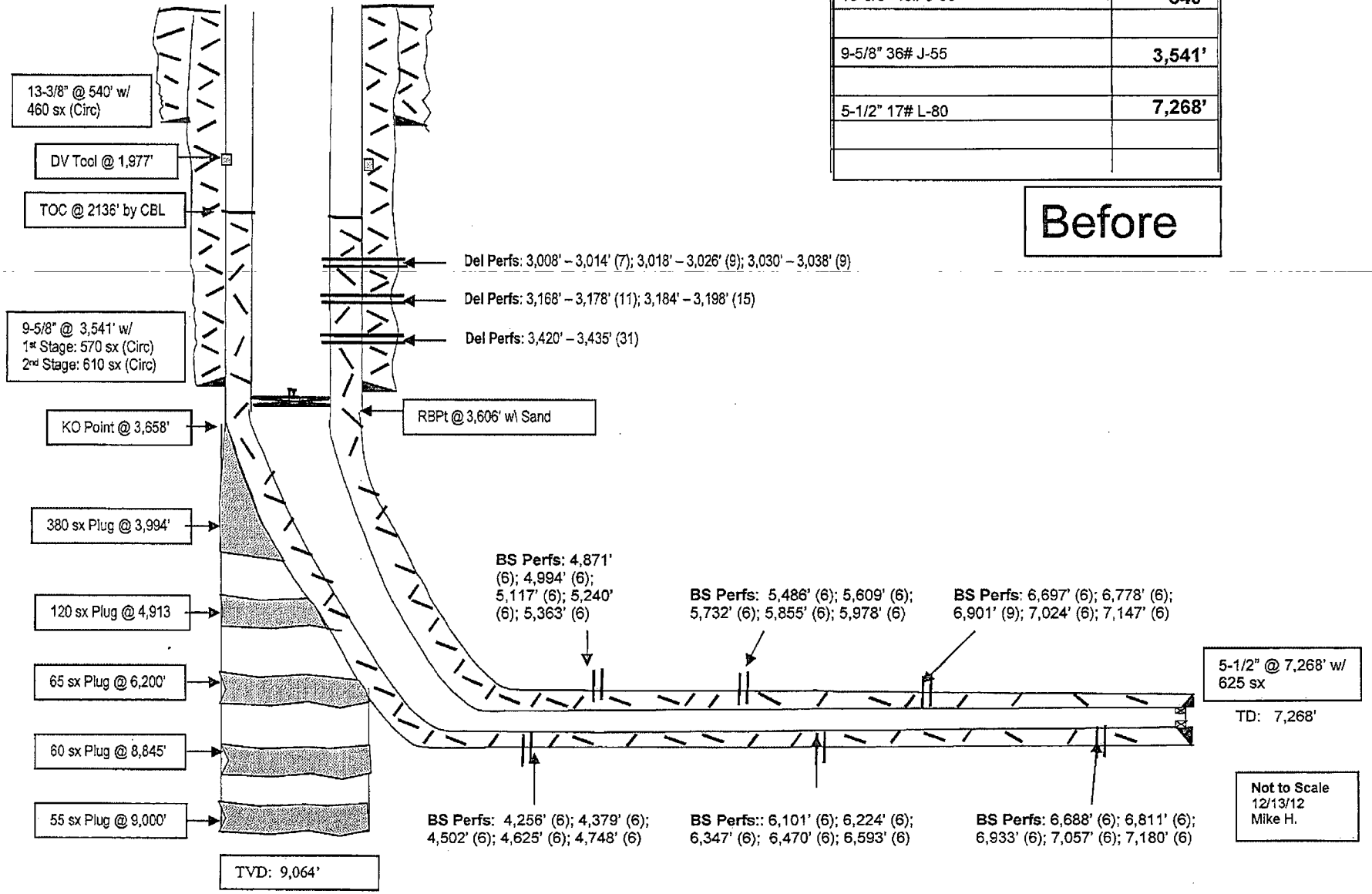
SPUD DATE: 7/27/10 **COMPLETION DATE:**

COMMENTS: BHL 4649'FNL & 1729'FWL API No: 30-015-36070

CASING PROGRAM

13-3/8" 48# J-55	540'
9-5/8" 36# J-55	3,541'
5-1/2" 17# L-80	7,268'

Before



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