

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

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. 30-015-40161
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
2. Name of Operator Yates Petroleum Corporation		6. State Oil & Gas Lease No.
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210		7. Lease Name or Unit Agreement Name Kent BSK
4. Well Location Unit Letter P : 400 feet from the South line and 330 feet from the East line Unit Letter M : 395 feet from the South line and 360 feet from the West line Section 20 Township 18S Range 26E NMPM Eddy County		8. Well Number 1H
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3418' GR		9. OGRID Number 025575
		10. Pool name or Wildcat Penasco Draw; San Andres-Yeso

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: ☐

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.

5/7/13 - MIRU. Pumped 100 bbls fluid down annulus. NU BOP.

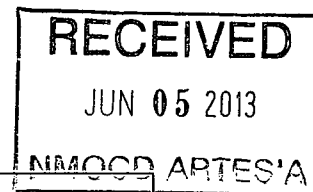
5/8/13 - Pumped 50 bbls fluid down casing. Tagged sand at 3027'. Pumped 1100 bbls fluid down annulus. TIH to a depth of 3124'. Pumped 28 bbls fluid down tubing to clear tubing. TIH to a depth of 3867' and tagged sand. Pumped down tubing and annulus. Circulated sand from 3867' to 3930', pumped away. Tagged sand at 3943', after circulating.

5/9/13 - Pumped 50 bbls down annulus. Tagged seat at 3333'.

5/12/13 - TIH to 3918', established circulation with air foam unit. Tagged sand at 4010', circulated down to 4294' and circulated hole clean.

5/13/13 - Circulated hole clean down to 6791'. Pumped 100 bbls fluid down annulus.

5/17/13 - Set 2-7/8" 6.5# L-80 tubing at 2280'.



Spud Date:

6/9/12

Rig Release Date:

7/7/12

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 May 31, 2013

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

For State Use Only

APPROVED BY: SPDade TITLE Dist # Supervisor DATE 6/7/2013

Conditions of Approval (if any):