

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 July 18, 2013

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

WELL API NO. 30-015-42059
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VO-7654
7. Lease Name or Unit Agreement Name Chamaeleon BIN State Com
8. Well Number 2H
9. OGRID Number 025575
10. Pool name or Wildcat Hay Hollow; 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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	
2. Name of Operator Yates Petroleum Corporation	
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210	
4. Well Location Unit Letter A : 10 feet from the North line and 990 feet from the East line Unit Letter Lot 1 330 feet from the South line and 660 feet from the East line Section 25 Township 26S Range 27E NMPM Eddy County Section 36 Township 26S Range 27E NMPM Eddy County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,110' 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"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
DOWNHOLE COMMINGLE <input type="checkbox"/>	P AND A <input type="checkbox"/>
CLOSED-LOOP SYSTEM <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>
OTHER: <input type="checkbox"/>	OTHER: Spud and surface casing <input checked="" 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.

7/10/14 - Spudded 30" hole with rathole service 3:00 pm. Set 60' of 20" conductor and cemented with 162 sacks of redi-mix to the surface.
8/21/14 - Resumed drilling with rotary tools at 3:00 pm. TD 17-1/2" hole to 418'.
8/22/14 - Set 13-3/8" 48# J-55 ST&C casing at 418'. Cemented with 350 sacks 50/50 Poz "C" + 5#/sx D042 + 0.13#/sx D130 + 0.02 gal/sx D206 (yld 1.35, wt 14.80). Circulated 42 sacks to the surface.
8/23/14 - Tested casing to 800 psi for 30 minutes, held good. WOC 38 hours. Reduced hole to 12-1/4" and resumed drilling.

Spud Date: 7/10/14 Rig Release Date:
NM OIL CONSERVATION
ARTESIA DISTRICT
AUG 27 2014

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

RECEIVED

SIGNATURE: Laura Watts TITLE: Regulatory Reporting Technician DATE: August 26, 2014

Type or print name: Laura Watts E-mail address: laura@yatespetroleum.com PHONE: 575-748-4272

For State Use Only

APPROVED BY: [Signature] TITLE: Dist. Rep. DATE: 8-2-14

Conditions of Approval (if any):