

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

**NM OIL CONSERVATION**  
**ARTESIA DISTRICT**  
**CONSERVATION DIVISION**  
1220 South St. Francis Dr.  
Santa Fe, NM 87505  
SEP 30 2014

WELL API NO.  
30-015-42059

5. Indicate Type of Lease  
STATE ☒ FEE ☐

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 ☒ 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	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:**

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐  
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐  
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐  
DOWNHOLE COMMINGLE ☐  
CLOSED-LOOP SYSTEM ☐  
OTHER: ☐

**SUBSEQUENT REPORT OF:**

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDON ☐  
CASING/CEMENT JOB ☐  
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.

9/3/14 - Drilled to 7,205' KOP and continued drilling directional. Drilled to 8,165' reduced hole to 8-1/2" and resumed drilling.  
9/16/14 - Reached TD 8-1/2" hole to 14,595'.  
9/18/14 - Set 5-1/2" 17# P-110 BT&C casing at 14,590'. Float collar set at 14,586'. Cemented with 700 sacks LiteCrete + 0.4% D46 + 2% D174 + 2.8% D800 + 0.1% D65 + 4% D167 (yld 2.73, wt 9.0). Tailed in with 1690 sacks Pecos Valley Lite + 0.2% D065 + 0.2% D46 + 2% D174 + 5% D154 + 0.3% D238 + 3#/sx D042 + 0.7% D800 (yld 1.36, wt 13.5).

Spud Date:

7/10/14

Rig Release Date:

9/28/14

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

SIGNATURE Laura Watts TITLE Regulatory Reporting Technician DATE September 29, 2014

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

For State Use Only

APPROVED BY: R Wade TITLE District Supervisor DATE 10/8/14  
Conditions of Approval (if any):