

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

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

WELL API NO.
30-015-40537
5. Indicate Type of Lease
STATE ☒ FEE ☐
6. State Oil & Gas Lease No.
VB-0669

<p>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.)</p>		<p>7. Lease Name or Unit Agreement Name Herradura Unit</p>																																		
<p>1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/></p>		<p>8. Well Number 4H</p>																																		
<p>2. Name of Operator Yates Petroleum Corporation</p>		<p>9. OGRID Number 025575</p>																																		
<p>3. Address of Operator 105 South Fourth Street, Artesia, NM 88210</p>		<p>10. Pool name or Wildcat Wildcat; Bone Spring</p>																																		
<p>4. Well Location</p> <table border="0"> <tr> <td>Surface</td> <td>Lot 2</td> <td>:</td> <td>510</td> <td>feet from the</td> <td>North</td> <td>line and</td> <td>1910</td> <td>feet from the</td> <td>East</td> <td>line</td> </tr> <tr> <td>BHL</td> <td>O</td> <td>:</td> <td>660</td> <td>feet from the</td> <td>South</td> <td>line and</td> <td>1910</td> <td>feet from the</td> <td>East</td> <td>line</td> </tr> <tr> <td>Section</td> <td>4</td> <td></td> <td></td> <td>Township</td> <td>24S</td> <td>Range</td> <td>25E</td> <td>NMPM</td> <td>Eddy</td> <td>County</td> </tr> </table>				Surface	Lot 2	:	510	feet from the	North	line and	1910	feet from the	East	line	BHL	O	:	660	feet from the	South	line and	1910	feet from the	East	line	Section	4			Township	24S	Range	25E	NMPM	Eddy	County
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<p>11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3735'GR</p>																																				

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. ☐ P AND A ☐
CASING/CEMENT JOB ☐
OTHER: 5' new hole ☒

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.

10/21/14 - Made 5' new hole. TD 220'. Hole size 12".

NM OIL CONSERVATION
ARTESIA DISTRICT

OCT 23 2014

RECEIVED

Spud Date:

8/3/12

Rig Release Date:

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 October 22, 2014

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

For State Use Only

Accepted for record

APPROVED BY: NMDCD TITLE DATE 10/28/14

Conditions of Approval (if any):

★ See Attached COA's

Permit Conditions of Approval

API: 30-015-40537

OCD Reviewer	Condition
CSHAPARD	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string