

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

NM OIL CONSERVATION
 Energy, Minerals and Natural Resources
 ARTESIA DISTRICT
 APR 26 2016
OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505
RECEIVED

Form C-103
 Revised July 18, 2013

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"/>		WELL API NO. 30-015-42893
2. Name of Operator Yates Petroleum Corporation		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210		6. State Oil & Gas Lease No. VB-0545
4. Well Location Unit Letter <u>I</u> : <u>2365</u> feet from the <u>South</u> line and <u>605</u> feet from the <u>East</u> line Unit Letter <u>A</u> : <u>330</u> feet from the <u>North</u> line and <u>660</u> feet from the <u>East</u> line Section <u>23</u> Township <u>24S</u> Range <u>27E</u> NMPM <u>Eddy</u> County Section <u>14</u> Township <u>24S</u> Range <u>27E</u> NMPM <u>Eddy</u> County		7. Lease Name or Unit Agreement Name Macanudo BTE State Com
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,171' GR		8. Well Number 1H
9. OGRID Number 025575		10. Pool name or Wildcat Willow Lake; Bone Spring, West

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/> CLOSED-LOOP SYSTEM <input type="checkbox"/> OTHER: <input type="checkbox"/>		SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/> OTHER: Production casing <input checked="" type="checkbox"/>	
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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.

3/10/15 - Drilled to 7,719' KOP and continued drilling directional.
 3/11/15 - Drilled to 8,538' reduced hole to 8-1/2" and continued drilling.
 3/15/15 - Reached TD 8-1/2" hole to 16,056'.
 3/19/15 - Set 5-1/2" 17# P-110 BT&C at 16,056'. Float collar set at 16,052'. Cemented with 550 sacks LiteCrete + 0.2% D046 + 0.1% D065 + 0.3% D167 + 2% D174 + 0.05% D208 + 100# D229 + 0.3% D800 (yld 2.85, wt 9.50). Tailed in with 1740 sacks TXI Litewt + 0.2% D046 + 75# D049 + 0.1% D065 + 2% D174 + 0.04% D208 + 0.4% D238 + 0.7% D800 (yld 1.42, wt 13.00).

Spud Date: 1/29/15 Rig Release Date: 3/21/15

NM OIL CONSERVATION
 ARTESIA DISTRICT
 APR 27 2016

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

SIGNATURE Jayne Watts TITLE Regulatory Reporting Technician DATE April 25, 2016

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

For State Use Only
 APPROVED BY: [Signature] TITLE "Geologist" DATE 4/28/16
 Conditions of Approval (if any):