

NM OIL CONSERVATION
ARTESIA DISTRICT
 District I -- (575) 393-6161
 District II -- (575) 748-1283
 District III -- (505) 334-6178
 District IV -- (505) 476-3460
 1625 N. French Dr., Hobbs, NM 88401
 811 S. First St., Artesia, NM 88210
 1000 Rio Brazos Rd., Aztec, NM 87410
 1220 S. St. Francis Dr., Santa Fe, NM 87505

MAY 16 2016

RECEIVED

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

WELL API NO. 30-015-42754
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VO-5866
7. Lease Name or Unit Agreement Name Humidor BMO State Com
8. Well Number 2H
9. OGRID Number 025575
10. Pool name or Wildcat Willow Lake; Bone Spring, West

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 E : 2625 feet from the North line and 400 feet from the West line
 Unit Letter D : 230 feet from the North line and 660 feet from the West line
 Section 23 Township 24S Range 27E NMPM Eddy County
 Section 14 Township 24S Range 27E NMPM Eddy County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
 3,219' 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"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
CLOSED-LOOP SYSTEM <input type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER: 5' new hole <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.

5/11/16 - Made 5' new hole. TD 155'. Hole size 9".

Note: 30" culvert with locking lid was set and cemented in place with 1.9 yards redi-mix on 11/14/14.

Spud Date:

10/28/14

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 May 12, 2016

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

For State Use Only

SEE Geologist TITLE "Geologist" DATE 5/18/16
 Conditions of Approval (if any): ATTACHED

30-015-42754

CONDITIONS of APPROVAL

- 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