

Submit 1 Copy To Appropriate District Office  
 District I  
 1625 N. French Dr., Hobbs, NM 88240  
 District II  
 1301 W. Grand Ave., Artesia, NM 88210  
 District III  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV  
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 October 13, 2009

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

WELL API NO.  
 30-015-38170

5. Indicate Type of Lease  
 STATE  FEE

6. State Oil & Gas Lease No.  
 VB-0839

**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  
 Surface O : 330 feet from the South line and 1650 feet from the East line  
 BHL B : 330 feet from the North Line and 1650 feet from the East line  
 Section 2 Township 26S Range 30E NMPM Eddy County

5. Elevation (Show whether DR, RKB, RT, GR, etc.)  
 3220'GR

7. Lease Name or Unit Agreement Name  
 Quail BQL State Com

8. Well Number  
 1H

9. OGRID Number  
 025575

10. Pool name or Wildcat  
 Wildcat; Bone Spring

RECEIVED  
 APR 20 2011  
 NMOCD ARTESIA

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

**SUBSEQUENT REPORT OF:**

REMEDIAL WORK  ALTERING CASING   
 COMMENCE DRILLING OPNS.  P AND A   
 CASING/CEMENT JOB

OTHER:  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.

4/15/11 - Made 5' new hole at 9:12 AM. TD 30'. Hole size 12-1/4". Notified Mike Bratcher NMOCD-Artesia of operations via email.

Spud Date:  Rig Release Date:

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

SIGNATURE Tina Huerta TITLE Regulatory Compliance Supervisor DATE April 19, 2011

Type or print name Tina Huerta E-mail address: tinah@yatespetroleum.com PHONE: 575-748-4168

**Accepted for record**  
 APPROVED BY: David Gray TITLE Field Supervisor DATE 4-26-11  
 Conditions of approval (if any): NMOCD