

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

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	WELL API NO. 30-015-36220
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-793
4. Well Location Surface A : 330 feet from the North line and 330 feet from the East line BHL P : 330 feet from the South line and 380 feet from the East line Section 32 Township 25S Range 29E NMPM Eddy County	7. Lease Name or Unit Agreement Name Shocker 32 State
	8. Well Number 3H
	9. OGRID Number 025575
	10. Pool name or Wildcat Willow Lake; Bone Spring, Southeast
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 2983'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 ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
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.

4/11/11 - KOP at 6100' and continued to drill directionally.

4/22/11 - Reached TD 8-1/2" hole to 11,450'.

4/23/11 - Set 5-1/2" 20# L-80 LT&C casing at 11,450'. DV tool/stage tool at 5520'. Float collar at 11,355'. Cemented with 350 sx 35:65:6 Poz "C" + 6% D020 + 2#/sx D042 + 5% D044 + 0.2% D046 + 1% D112 + 0.125#/sx D130 (yld 2.08, wt 12.6). Tailed in with 90 PVL + 0.2% D046 + 0.5% D079 + 0.5% D112 + 30% D151 + 1.5% D174 + 0.03g/sx D177 + 0.6% D800 (yld 1.83, wt 13).

RECEIVED

MAY 13 2011

NMOCD ARTESIA

Spud Date:

10/29/10

Rig Release Date:

4/24/11

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 May 11, 2011

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

APPROVED BY: Donald Gray TITLE Field Supervisor DATE 5-26-11
Conditions of Approval (if any):