

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. 30-015-37849
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VB-0669-001
7. Lease Name or Unit Agreement Name Herradura Unit
8. Well Number 3
9. OGRID Number 025575
10. Pool name or Wildcat Wildcat; Morrow

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 type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other	
2. Name of Operator Yates Petroleum Corporation	
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210	
4. Well Location Unit Letter <u>B</u> : <u>510</u> feet from the <u>North</u> line and <u>1930</u> feet from the <u>East</u> line Section <u>4</u> Township <u>24S</u> Range <u>25E</u> NMPM <u>Eddy</u> County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3734'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 ☐

SUBSEQUENT REPORT OF:

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

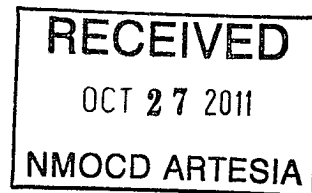
OTHER: ☐

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.

10/13/11 – Reached TD 8-3/4" to 11,296' at 11:30 AM.

10/16/11 – Set 7" 26# HCP-110 L-80 LT&C casing at 11,296'. DV tool/stage tool at 7012'. Float collar at 11,254'. Cemented stage 1 with 800 sx PVL + 1% D112 + 1.5% D174 + 0.04g/sx D177 + 0.2% D46 + 0.4% S201 (yld 1.42, wt 13). Circulated 237 sx of cement to 1/2 round. Cemented stage 2 with 500 sx PVL + 1% D112 + 1.5% D174 + 0.2% D46 + 0.4% D201 (yld 1.42, wt 13). Circulated 197 sx cement to 1/2 round. Cemented stage 3 with 300 sx 35:65:6 Poz "C" + 1% D112 + 0.125#/sx D130 + 5% D44 + 0.2% D46 + 6% D020 + 3#/sx D042 (yld 2.09, wt 12.6). Tailed in with 100 sx Class "C" 3#/sx D042 + 0.125#/sx D130 + 0.2% D46 + 0.3% D201 + 0.1% D65 (yld 1.35, wt 14.8). Circulated 188 sx cement to 1/2 round.



Spud Date:

6/1/10

Rig Release Date:

10/18/11

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 October 25, 2011

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

For State Use Only

APPROVED BY: T. C. Shepard TITLE Geologist DATE OCT 28 2011

Conditions of Approval (if any):