

Submit 3 Copies 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
June 19, 2008

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

WELL API NO. 30-015-38550
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. V-4949
7. Lease Name or Unit Agreement Name Grande Mike AZK State
8. Well Number 3H
9. OGRID Number 025575
10. Pool name or Wildcat County Line Tank; Abo (Oil)

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	
2. Name of Operator Yates Petroleum Corporation	
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210	
4. Well Location Surface Lot 12 : 3310 feet from the North line and 200 feet from the West line BHL Lot 9 : 3545 feet from the North line and 368 feet from the East line Section 2 Township 16S Range 29E NMPM Eddy County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3723'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: Completion Operations ☒

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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

7/30/12 – TIH and tagged at 3968'. Drilled DV tool at 3968'. Tested DV tool and 5-1/2" casing to 1500 psi, held good.
7/31/12 – Reverse ream through DV tool and circulated clean. NU BOP.
8/1/12 – Milled through DV tool and circulated hole clean.
8/2/12 – Tagged at 7247'. Drilled remainder of 1st DV tool, 3/8" pin and cement down to 7316'. Drilled on debris sub at 7318'. Circulated hole clean.
8/5/12 – Tagged at 7318', milled through remainder of debris sub. Circulated down to 7330'. Circulated hole clean. Circulated hole from surface to 7330' with 2% KCL with CRW-132 Baker Petrolite chemical. Tested 5-1/2" casing to 1500 psi, held good.
8/6/12 – Ran CBL/GR/CC log from 7356'-2300'. ND BOP. Pressured up on 5-1/2" casing to 4100 psi and opened hydraulic opening port at 11,665'. Displaced 5-1/2" casing with 110 bbls 2% KCL with Baker Petrolite CRW-132 chemical.
9/4/12-9/5/12 – Acidized with 130,000g 20% HCL acid, frac with 49,882 bbls 20# borate x-linked and 2,037,699# 20/40 Jordan-Unimin sand.
9/7/12-9/9/12 – Drilled seats and circulated hole clean.

Spud Date:

6/20/12

Rig Release Date:

7/27/12

RECEIVED

SEP 19 2012

NMOC D ARTESIA

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

SIGNATURE Tina Huerta TITLE Regulatory Reporting Supervisor DATE September 17, 2012

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

APPROVED BY: R. Wade TITLE Dist. Rep. Supervisor DATE 9/26/12
Conditions of Approval (if any):