

Submit 1 Copy To Appropriate District Office
District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505

RECEIVED

OCT 31 2012

NMOC D ARTESIA

State of New Mexico
Energy, Minerals and Natural Resources
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-103
Revised August 1, 2011

WELL API NO.
30-015-37463

5. Indicate Type of Lease
STATE ☒ FEE ☐

6. State Oil & Gas Lease No.
VO-7331

7. Lease Name or Unit Agreement Name
Perfecto BOX State Com

8. Well Number
1H

9. OGRID Number
025575

10. Pool name or Wildcat
Wildcat; Bone Spring

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 D : 660 feet from the North line and 330 feet from the West line
Unit Letter A : 660 feet from the North line and 330 feet from the East line
Section 14 Township 25S Range 27E NMPM Eddy County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3166'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.

10/8/12 - Drilled to KOP 7206' and continued to drill directionally.

10/11/12 - Drilled to 7995' and reduced hole to 8-1/2" and continued drilling.

10/16/12 - Reached TD 8-1/2" hole to 12,100'.

10/17/12 - Set 5-1/2" 15.5#, 17# P-110 LT&C BT&C casing at 12,100'. DV/Stage tool at 4712'. Float collar at 12,053'. Cemented stage 1 with 440 sx 35:65:6 Poz "C" + 0.35% D013 + 6% D020 + 29#/sx D035 + 5% D044 + 0.2% D046 + 0.125#/sx D130 + 0.1#/sx D208 + 61#/sx D903 (yld 2.06, wt 12.6). Tailed in with 860 sx PVL + 0.2% D046 + 75#/sx D049 + 0.5% D112 + 30% D151 + 1.5% D174 + 0.5% D800 (yld 1.82, wt 13). Displaced with 20 bbls fresh water, 140 KCL treated, 20 bbls fresh water, 100 bbl mud.

Dropped bomb. Opened DV tool. Circulated 315 sx off top of DV tool to pit. Changed to rig pumps and continued circulating 5-1/2" casing with rig pumps. Cemented stage 2 with 350 sx 35:65:6 Poz "C" + 6% D020 + 29#/sx D035 + 5% D044 + 0.2% D046 + 0.125#/sx D130 + 61#/sx D903 (yld 2.06, wt 12.6). Tailed in with 180 sx 50/50 Poz "C" + 2% D020 + 42#/sx D035 + 5% D044 + 0.2% D046 + 0.125#/sx D130 + 47#/sx D903 (yld 1.37, wt 14.2).

Spud Date:

2/26/10

Rig Release Date:

10/19/12

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 October 29, 2012

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

For State Use Only

APPROVED BY: [Signature] TITLE Dr. J. P. Spewer DATE 11/01/2012

Conditions of Approval (if any):