

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

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 Revised August 1, 2011

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

WELL API NO. 30-015-40731
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. LG-2041
7. Lease Name or Unit Agreement Name Anthill AAK State Com
8. Well Number 4H
9. OGRID Number 025575
10. Pool name or Wildcat Parkway; Bone Spring
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3296'GR

**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 P : 435 feet from the South line and 330 feet from the East line  
 Unit Letter M : 435 feet from the South line and 330 feet from the West line  
 Section 2 Township 20S Range 29E NMPM Eddy County

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: Intermediate 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.

1/21/13 - TD 12-1/4" hole to 2713'. Set 9-5/8" 36# J-55 LT&C casing at 2710'. Cemented stage 1 with 400 sx TXI Liteweight + 4% D020 + 5#/sx D042 + 5% D044 + 0.2% D046 + 0.125#/sx D130 (yld 1.99, wt 12). Tailed in with 180 sx 50/50 Poz + 5#/sx D042 + 5% D044 + 0.2% D046 + 0.2% D065 + 0.125#/sx D130 (yld 1.37, wt 14.2). Circulated 180 sx to pit. Cemented stage 2 with 400 sx TXI Liteweight + 4% D020 + 5#/sx D042 + 5% D044 + 0.2% D046 + 0.125#/sx D130 (yld 1.99, wt 12). Tailed in with 180 sx 50/50 Poz + 5#/sx D042 + 5% D044 + 0.2% D046 + 0.2% D065 + 0.125#/sx D130 (yld 1.37, wt 14.2). Cement did not circulate. Ran 1" with 370 sx Class "C" + 3% CaCl (yld 1.33, wt 14.2). Ran 1" with 80 sx Class "C" + 3% CaCl (yld 1.33, 14.2). Circulated 42 sx.  
 1/24/13 - Tested casing for 30 min, start 1182 psi and end 1148 psi. WOC 47 hrs. Reduced hole to 8-3/4" and resumed drilling.

*Accepted for record*  
 NMOCD

RECEIVED  
 JAN 31 2013  
 NMOCD ARTESIA

Spud Date: 12/3/12

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 Reporting Supervisor DATE January 29, 2013

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

For State Use Only

APPROVED BY: TITLE DATE

Conditions of Approval (if any):