

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

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 <input type="checkbox"/>	
2. Name of Operator Yates Petroleum Corporation	
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210	
4. Well Location Unit Letter <u>P</u> : <u>435</u> feet from the <u>South</u> line and <u>330</u> feet from the <u>East</u> line Unit Letter <u>M</u> : <u>435</u> feet from the <u>South</u> line and <u>330</u> feet from the <u>West</u> line Section <u>2</u> Township <u>20S</u> Range <u>29E</u> NMPM <u>Eddy</u> County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3296'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.

1/29/13 – Drilled to 7625' KOP and continued to drill directionally.

1/30/13 – Drilled to 8654' and reduced hole to 8-1/2" and continued to drilling.

2/5/13 – Reached TD 8-1/2" hole to 12,682' at 1:15 PM.

2/6/13 – Set 5-1/2" 17# P-110 LT&C BTC casing at 12,675'. Stage collar at 5484'. Float collar at 12,584'. Cemented stage 1 with 1200 sx PVL + 0.2% D046 + 0.5% D112 + 30% D151 + 1.5% D174 + 0.02g/sx D177 + 0.1% D208 + 0.7% D800 (yld 1.82, wt 13). Circulated 260 sx to pit. Cemented stage 2 with 170 sx 35:65 Poz "C" + 6% D020 + 0.125#/sx D130 + 5% D044 + 0.2% D046 + 0.06g/sx D080 (yld 2.06, wt 12.6). Tailed in with 560 sx 50/50 Poz "C" + 0.1% D201 + 2% D020 + 5% D044 + 0.2% D046 + 0.06g/sx D080 (yld 1.37, wt 14.2). Cement did not circulate.

Spud Date:

12/3/12

Rig Release Date:

2/7/13

RECEIVED

FEB 15 2013

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 February 13, 2013

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

For State Use Only

APPROVED BY: RR Dade TITLE Dis. Supervisor DATE 2/15/13

Conditions of Approval (if any):