

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 July 18, 2013

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

WELL API NO. 30-015-41797
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VO-7638
7. Lease Name or Unit Agreement Name Cassiopeia BQD State Com
8. Well Number 2H
9. OGRID Number 025575
10. Pool name or Wildcat Hay Hollow; 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>10</u> feet from the <u>South</u> line and <u>990</u> feet from the <u>East</u> line Unit Letter <u>A</u> : <u>330</u> feet from the <u>North</u> line and <u>660</u> feet from the <u>East</u> line Section <u>24</u> Township <u>26S</u> Range <u>27E</u> NMPM <u>Eddy</u> County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,109'	

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 ☐
CLOSED-LOOP SYSTEM ☐
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.

8/5/14 - Drilled to 7,350' KOP and continued drilling directional.

8/6/14 - Drilled to 7,962' reduced hole to 8-1/2" and resumed drilling.

8/14/14 - Reached TD 8-1/2" hole to 12,482'.

8/17/14 - Set 5-1/2" 17# P-110 BT&C casing at 12,437'. Frac sleeves at 8014', 8116', 8216', 8318', 8421', 8522', 8624', 8727', 8829', 8930', 9030', 9132', 9231', 9333', 9428', 9530', 9632', 9734', 9836', 9938', 10,040', 10,142', 10,244', 10,338', 10,437', 10,539', 10,641', 10,743', 10,845', 10,947', 11,049', 11,151', 11,253', 11,355', 11,457', 11,559', 11,661', 11,764', 11,865', 11,961', 12,063', 12,164' and 12,266'. Float collar at 12,389'. Cemented with 650 sacks LiteCrete + 0.2% D046 + 0.3% D065 + 0.4% D167 + 0.02 gal/sx D177 (yld 2.33, wt 9.7). Tailed in with 1475 sacks Pecos Valley Lite + 3#/sx D042 + 0.2% D046 + 0.1% D065 + 2% D174 + 0.03% D208 + 0.2% D238 + 0.5% D800 (yld 1.35, wt 13.5). Pressured casing to 500 psi. Circulated 24 sacks to the surface.

Spud Date:

7/10/14

Rig Release Date:

8/18/14

NM OIL CONSERVATION
ARTESIA DISTRICT

AUG 25 2014

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

RECEIVED

SIGNATURE Laura Watts TITLE Regulatory Reporting Technician DATE August 22, 2014

Type or print name Laura Watts E-mail address: laura@yatespetroleum.com PHONE: 575-748-4272

For State Use Only

APPROVED BY: [Signature] TITLE Assistant Supervisor DATE 9-2-14

Conditions of Approval (if any):