

Submit 1 Copy 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

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

Form C-103
October 13, 2009

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"/>					7. Lease Name or Unit Agreement Name Chamaeleon BIN State Comm				
2. Name of Operator Yates Petroleum Corporation					8. Well Number 1H				
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210					9. OGRID Number 025575				
4. Well Location Surface B : 200 feet from the North line and 1780 feet from the East line BHL Lot 2 330 feet from the South Line and 1980 feet from the East line Surf - Section 25 Township 26S Range 27E NMPM Eddy County BHL - Section 36 Township 26S Range 27E NMPM Eddy County					10. Pool name or Wildcat Hay Hallow; Bone Spring				
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3106'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.

11/1/10 – TD pilot hole to 7150'.

11/3/10 – Cement isolation plug at 6989' with 180 sx Class "H" cement with additives. Calc TOC at 6775'. Cement kickoff plug at 6299' with 280 sx Class "H" cement with additives. WOC. Tagged TOC at 5673'. WOC. Drilled cement from 5673'-5977' and continued to drill directionally.

11/17/10 – Reached TD 8-3/4" hole to 12,783'.

11/19/10 – Set 5-1/2" 17# HCP-110 L-80 LT&C casing at 12,783'. DV tool at 5509'. Float collar at 12,735'. Cemented stage 1 with 1260 sx 35:65:6 Poz "C" + 0.4% D112 + 22.5#/sx D151 + 1.5#/sx D174 + 0.01#/sx D177 + 0.6#/sx D800 + 75#/sx D049 + 0.375#/sx D079 + 0.15#/sx D46 (yld 1.83, wt 13). Dropped bomb and attempted to open DV tool – would not open. TIH with sinker bar on wireline and bump bomb – DV tool opened. Circulated 123 sx off DV tool. Cemented stage 2 with 610 sx 35:65:6 Poz "C" + 0.887#/sx D112 + 0.125#/sx D130 + 27650#/sx D132 + 5.325#/sx D20 + 61.1#/sx D903 + 5.04#/sx D044 + 0.178#/sx D46 + 2#/sx D42 (yld 2.15, wt 12.4). Tailed in with 100 sx Class "C" + 94#/sx D903 + 0.188#/sx D13 (yld 1.33, wt 14.8). Calc TOC at 1675'.

Spud Date:

10/20/10

Rig Release Date:

11/20/10

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

SIGNATURE Tina Huerta TITLE Regulatory Compliance Supervisor DATE November 30, 2010

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

For State Use Only

APPROVED BY: Donald Day TITLE Field Supervisor DATE 12-6-2010
Conditions of Approval (if any):