

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

WELL API NO. 30-025-40001
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VB-853
7. Lease Name or Unit Agreement Name Zapata BQZ 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  
Surface N : 330 feet from the South line and 2180 feet from the West line  
BHL C : 330 feet from the North Line and 1980 feet from the West line  
Section 2 Township 26S Range 32E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.).  
3256' GR

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
DOWNHOLE COMMINGLE <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>
OTHER: <input type="checkbox"/>	OTHER: Surface casing <input checked="" type="checkbox"/>

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.

5/30/11 – Set 40' of 20" conductor and cemented to surface with 50 sx redi-mix. Notified E.L. Gonzales NMOCD-Hobbs of operations.  
6/7/11 – Resumed drilling at 4:30 PM.  
6/9/11 – TD 17-1/2" hole to 765'. Set 13-3/8" 48# J-55 ST&C casing at 765'. Cemented with 430 sx Class "C" + 0.2% D046 + 0.125% D130 + 2% S001 + 4% D020 (yld 1.97, wt 12.9). Tailed in with 180 sx Class "C" + 0.125#/sx D130 (yld 1.33, wt 14.8). Circulated 175 sx to pit. Tested casing to 600 psi. WOC 26 hrs 25 min. Reduced hole to 12-1/4" and resumed drilling.

Spud Date: 1/31/11 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 Compliance Supervisor DATE: June 15, 2011  
Type or print name: Tina Huerta E-mail address: tinah@yatespetroleum.com PHONE: 575-748-4168

For State Use Only  
APPROVED BY: PETROLEUM ENGINEER DATE: JUN 20 2011  
Conditions of Approval (if any):