

HOBBS OGD

JUL 08 2011

RECEIVED

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-005-29131

5. Indicate Type of Lease

STATE ☒FEE ☐

6. State Oil & Gas Lease No.

VO-7395

7. Lease Name or Unit Agreement Name

Kruiser BLK State

8. Well Number

2

9. OGRID Number

025575

10. Pool name or Wildcat

Tulk; Wolfcamp, SW

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 J : 1980 feet from the South line and 2130 feet from the East lineSection 36 Township 15S Range 30E NMPM Chaves County

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

4166'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: Perforate additional Wolfcamp ☒

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.

6/9/11 - NU BOP.

6/12/11 - Set an RBP at 8815'. Loaded and tested with 300 bbls. Tested to 3000 psi, good. Spotted 10' sand on top of RBP.

6/13/11 - Perforated Wolfcamp 8410'-8416' (12), 8428'-8437' (18), 8446'-8462' (32) and 8464'-8481' (34). Loaded and tested casing to 1500 psi, good.

6/14/11 - Acidized with 6720g 20% HCL acid, dropped 200 balls, good ball action.

6/15/11 - ND BOP.

6/17/11 - Frac with 25# x-linked gel, 93,695# 20/40 Super LC.

6/19/11 - Tagged sand at 8740', 75' above RBP. Cleaned out to RBP at 8815'. Circulated clean. Released RBP and POOH. 2-7/8" 6.4# L-80 tubing at 9376'.

Spud Date:

4/30/10

Rig Release Date:

3/4/11

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

SIGNATURE

TITLE

Regulatory Compliance Supervisor

DATE

July 6, 2011

Type or print name

Tina Huerta

E-mail address:

tina@yatespetroleum.com

PHONE:

575-748-4168

For State Use Only

APPROVED BY:

TITLE

REGULATORY COMPLIANCE SUPERVISOR

DATE

JUL 14 2011

Conditions of Approval (if any):