

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

87505

HOBBS OGD

OCT 14 2011

RECEIVED

Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

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)		WELL API NO. 30-005-29121
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Yates Petroleum Corporation		6 State Oil & Gas Lease No. VA-2123
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210		7. Lease Name or Unit Agreement Name Patsy BPI State
4. Well Location Unit Letter <u>O</u> : <u>660</u> feet from the <u>South</u> line and <u>1980</u> feet from the <u>East</u> line Section <u>35</u> Township <u>11S</u> Range <u>31E</u> NMPM Chaves County		8. Well Number 7
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4450' GR		9. OGRID Number 025575
		10. Pool name or Wildcat Wildcat; Mississippian

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.

9/23/11 – Reached TD 7-7/8" hole to 11,174'.

9/26/11 – Set 5-1/2" 17# L-80 J-55 HCP-110 LT&C casing at 11,174'. Float collar at 11,086'. Cemented stage 1 with 397 sx Class "H" + 4% Bentonite + 0.125#/sx Cellophane Flakes + 0.5% FL-52 + 1g FP-6L + 5#/sx LCM-1 + 5% MPA-5 + 0.1% Sodium Metasilicate + 0.005#/sx Static Free + 3% Sodium Chloride (yld 2.07, wt 12.5). Tailed in with 163 sx Class "H" + 0.3% FL-52 + 1g FP-6L + 0.005#/sx Static Free + 0.1% R3 (yld 1,18, wt 15.6). Opened stage packer and circulated. Did not circulate any cement to surface. Cemented stage 2 with 367 sx Class "H" + 4% Bentonite + 0.5% FL-52A + 1g FP-6L + 5% LCM-1 + 5% MPA-5 + 0.1% Sodium Metasilicate + 0.005#/sx Static Free + 3% Sodium Chloride (yld 2.07, wt 12.5).

Spud Date:

2/26/10

Rig-Release Date:

9/27/11

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

October 12, 2011

Type or print name

Tina Huerta

E-mail address:

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PHONE:

(575) 748-1471

For State Use Only

APPROVED BY:

TITLE

PETROLEUM ENGINEER

DATE

OCT 18 2011

Conditions of Approval (if any):

OCT 18 2011