

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

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

MAR 22 2012

Form C-103

Revised August 1, 2011

WELL API NO. 30-25-40303
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VB-1023/VB-1033
7. Lease Name or Unit Agreement Name Naguss BRN 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

Unit Letter M : 660 feet from the South line and 330 feet from the West line
 Unit Letter P : 660 feet from the South line and 330 feet from the East line
 Section 30 Township 21S Range 34E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3672'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 ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
 COMMENCE DRILLING OPNS. ☐ P AND A ☐
 CASING/CEMENT JOB ☐

OTHER: ☐

OTHER: 5' new hole ☒

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.

3/14/12 – Made 5' new hole at 4:00 PM. TD 55'. Hole size 12-1/4". Notified E.L. Gonzales NMOC-D-Hobbs of operations via email.

NOTE: Conductor with locking cap was set 11/4/11. Based on surface waters map the estimated top of fresh water is 56'. At present, water has not been recorded in this wellbore.

Spud Date:

9/29/11

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 Reporting Supervisor DATE March 21, 2012

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

For State Use Only

APPROVED BY [Signature] TITLE STATE MGR DATE 3-26-2012

Conditions of Approval (if any):

MAR 26 2012