

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
HOBS OCD
 OIL CONSERVATION DIVISION
 MAY 11 2012
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

Form C-103
 Revised August 1, 2011

RECEIVED

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. 30-025-40374
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input 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. VO-3524
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210		7. Lease Name or Unit Agreement Name Berry APN State
4. Well Location Unit Letter Lot 13 : 2957 feet from the South line and 660 feet from the West line Unit Letter Lot 4 : 330 feet from the North line and 660 feet from the West line Section 5 Township 21S Range 34E NMPM Lea County		8. Well Number 2H
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3723'GR		9. OGRID Number 025575
10. Pool name or Wildcat Berry; Bone Spring, North		

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: Intermediate 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.

4/20/12 - TD 12-1/4" hole to 5942'. Set 9-5/8" 36#, 40# N-80 K-55 LT&C casing at 5942'. Cemented stage 1 with 360 sx Class "C" + 67.63# D013 + 1079.25# D042 + 67.63# D046 + 33.82# D065 + 44.97# D130 + 33,816# D903 (yld 1.35, wt 14.8). Tailed in with 235 sx Class "C" + 44.18# D013 + 883.55# D020 + 704.96# D042 + 44.18# D046 + 29.37# D130 + 22,088.69# D903 (yld 1.97, wt 12.9). Circulated 285 sx to pit. Cemented stage 2 with 1260 sx Class "C" + 236.92# D013 + 4738.47# D020 + 3780.69# D042 + 236.92# D046 + 157.53# D130 + 118,461.8# D903 (yld 1.97, wt 12.9). Tailed in with 200 sx Class "C" + 37.53# D013 + 598.89# D042 + 37.53# D046 + 18.77# D065 + 24.975# D130 + 18,765.19# D903 (yld 1.35, wt 14.8). Did not circulate cement. Ran temperature survey. Survey showed cement at 840', a scratchy area, then cement at 1840'. Ran 1" to 345'. Pumped 105 sx Class "C" + 105sx D903 with 2% CaCi (yld 1.35, wt 14.8). Circulated 10 bbls to cellar. WOC 4 hrs. Tested casing to 1500 psi for 30 min. Start 1505 psi, end 1500 psi. WOC 58 hrs 30 min. Reduced hole to 8-3/4" and resumed drilling.

Spud Date:

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 May 10, 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 PETROLEUM ENGINEER DATE MAY 14 2012

Conditions of Approval (if any):

MAY 14 2012