

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

Form C-103  
Revised August 1, 2011

RECEIVED CONSERVATION DIVISION

MAY 30 2012  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

HOBBSD

WELL API NO. 30-025-40303
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
10. Pool name or Wildcat Undesignated Second Bone Springs
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3672' GR

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 S. 4<sup>th</sup> Street, Artesia, NM 88210

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

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: ☐

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.

Yates Petroleum Corporation respectfully requests permission to alter the Intermediate Cement Program as follows:

The Intermediate string will be cemented from 5350' to Surface in two stages with a DV tool at approx. 4000'. The Intermediate string will be cemented with 100% excess.

Stage 1: Lead = 280 sx of 35:65:6 Poz C (YLD 2 WT 12.5), Tail = 200 sx of Class C (YLD 1.34 WT 14.8) 5350'-4000'

Stage 2: Lead = 1110 sx of 35:65:6 Poz C (YLD 2 WT 12.5), Tail = 200 sx of Class C (YLD 1.34 WT 14.8) 4000'-0'

Spud Date:

9-29-11

Rig Release Date:

9-29-12

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

SIGNATURE

Type or print name Troy M. Peterson

TITLE Well Planner

DATE 5-31-12

E-mail address: tpeterson@yatespetroleum.com PHONE: 575-748-4211

APPROVED BY

Conditions of Approval (if any):

TITLE STAFF MGR

DATE 5-31-2012

MAY 31 2012