

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

Form C-103
Revised August 1, 2011

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. 30-025-40303
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. VB-1023/VB-1033
3. Address of Operator 105 S. 4 th Street, Artesia, NM 88210		7. Lease Name or Unit Agreement Name Naguss BRN State Com
4. Well Location Unit Letter <u>M</u> : <u>660</u> feet from the <u>South</u> line and <u>330</u> feet from the <u>West</u> line Section <u>30</u> Township <u>21S</u> Range <u>34E</u> NMPM County <u>Lea</u>		8. Well Number #1H
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3672' GR		9. OGRID Number 25575
		10. Pool name or Wildcat Undesignated Second Bone Springs

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

TITLE Well Planner

DATE 5-31-12

Type or print name

Troy M. Peterson

E-mail address:

tpeterson@yatespetroleum.com

PHONE: 575-748-4211

APPROVED BY:

TITLE

PETROLEUM ENGINEER

DATE

JUN 05 2012

Conditions of Approval (if any):

JUN 07 2012

GAM