

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

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|---|
| WELL API NO.<br>30-025-40513  |
| 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No.<br>VB-1193   |
| 7. Lease Name or Unit Agreement Name<br>Adder BSE State   |
| 8. Well Number<br>1H  |
| 9. OGRID Number<br>025575   |
| 10. Pool name or Wildcat<br>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 B : 175 feet from the North line and 2200 feet from the East line  
Unit Letter O : 330 feet from the South line and 2200 feet from the East line  
Section 31 Township 24S Range 33E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
3547'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 ☐

OTHER: ☐

### SUBSEQUENT REPORT OF:

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

OTHER: Surface 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.

7/30/12 - Resumed drilling at 6:30 AM.

7/31/12 - TD 17-1/2" hole to 587. Set 13-3/8" 48# J-55 ST&C casing at 587'. Cemented with 100 sx Class RFC + 10% D053 + 94#/sx D909 + 2% S001 (yld 1.62, wt 14.2). Tailed in with 660 sx Class "C" + 3#/sx D042 + 0.2% D046 + 0.125#/sx D130 + 94#/sx D903 (yld 1.34, wt 14.8). Circulated 250 sx to pit. Tested casing to 600 psi for 30 min, held good. Reduced hole to 12-1/4" and resumed drilling.

Spud Date:

6/28/12

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 August 8, 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 AUG 13 2012

Conditions of Approval (if any):

AUG 13 2012