

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 88001

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

WELL API NO.

30-025-40088

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

VO-7380

7. Lease Name or Unit Agreement Name

Black Raider BQK 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 : 330 feet from the South line and 660 feet from the West line

Unit Letter P : 660 feet from the South line and 330 feet from the East line

Section 36 Township 24S Range 34E NMPM Lea County

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

3389' 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: 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.

10/17/12 - TD 12-1/4" hole to 5413'. Set 9-5/8" 36#, 40# HCK-55 J-55 LT&C casing at 5413'. Cemented with 1050 sx 35:65:6 Poz "C" + 0.3% D112 + 0.125#/sx D130 + 5% D44 + 0.2% D46 + 7% D020 + 5#/sx D42 + 0.1% D13 (yld 1.99, wt 12.8). Tailed in with 180 sx 50/50 Poz "C" + 0.125#/sx D130 + 5% D44 + 0.2% D46 + 3#/sx D42 + 0.1% D201 + 0.2% D65 (yld 1.36, 14.2). Circulated 170 sx to pit. Tested casing to 1500 psi, held good. WOC 31 hrs. Reduced hole to 8-3/4" and resumed drilling.

Spud Date:

10/6/12

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 October 30, 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 Dist. Mgr DATE 11-5-2012

Conditions of Approval (if any):

NOV 05 2012