Submit 1 Copy To Appropriate District State of New Mexico	Form C-103 Revised August 1, 2011					
Office <u>District I</u> – (575) 393-6161 1625 N. French Dr., Hobbs, NM 88240 District II – (575) 748, 1283						
1625 N. French Dr., Hobbs, NM 88240	WELL API NO.					
DISURCE - (3/3) /40-1203 OILOCONSEDVATION DIVISION	30-025-39802 5. Indicate Type of Lease STATE X FEE					
811 S. First St., Artesia, NM 88210 MAR 07 2013 CONSERVATION DIVISION						
1000 Priores Pd. Artes NM 97410						
District IV $= (505) 476 \cdot 3460$ Santa Fe, NM 8/303	6. State Oil & Gas Lease No.					
1220 S. St. Francis Dr., Santa Fe, NM RECEIVED	VB-7699					
87505						
SUNDRY NOTICES AND REPORTS ON WELLS	7. Lease Name or Unit Agreement Name					
(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	Andele BQE State					
PROPOSALS.)	8. Well Number					
1. Type of Well: Oil Well 🛛 Gas Well 🗌 Other	IH					
2. Name of Operator /	9. OGRID Number					
Yates Petroleum Corporation	025575					
3. Address of Operator	10. Pool name or Wildcat					
105 South Fourth Street, Artesia, NM 88210	Red Hills; Bone Spring					
4. Well Location						
Unit Letter P : 200 feet from the South line and	200 feet from the East line					
Unit Letter L 2130 feet from the South line and	660 feet from the West line					
Section 16 Township 25S Range 34E	NMPM Lea County					
11. Elevation (Show whether DR, RKB, RT, GR, etc.)						
3352'GR						

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:			SUBSEQUENT REPORT OF:			
PERFORM REMEDIAL WORK	PLUG AND ABANDON		REMEDIAL WORK	ALTERING CASING		
TEMPORARILY ABANDON	CHANGE PLANS		COMMENCE DRILLING OPNS.	P AND A		
PULL OR ALTER CASING	MULTIPLE COMPL		CASING/CEMENT JOB			
DOWNHOLE COMMINGLE						
OTHER:			OTHER: 5' new hole	X		

 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.

3/5/13 - Made 5' new hole at 8:00 AM. TD 210'. Hole size 10". Notified E.L. Gonzales NMOCD-Hobbs of operations via email.

NOTE: Conductor with locking cap was set 3/9/11. Based on surface waters map the estimated top of fresh water is 150'. At present, water has not been recorded in this wellbore.

Spud Date:	1/31/11	Rig Relea	ase Date:				
I hereby certify t	hat the information above is	true and complete to	the best of my	knowledge and be	lief.		
SIGNATURE	Inelleventa	<u> </u>	gulatory Repor	ting Supervisor	DATE <u>March</u>	5 <u>, 2013</u>	
Type or print nat For State Use O		E-mail address:	tinah@yatespet	roleum.com	PHONE: <u>575</u>	-748-4168	_
APPROVED BY Conditions of Ap		TITLE	Jst. m	₽~	DATE 3-7	- 20,	3
					MAR 07	2013	M