

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

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

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. / 30-025-40573
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. VO-3900/VB-1385/VB-1870
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210		7. Lease Name or Unit Agreement Name Boston BSN State Com /
4. Well Location <i>OK</i> Unit Letter <i>Lot 13</i> : 2680 feet from the South line and 660 feet from the West line Unit Letter <i>Lot 2</i> : 2310 feet from the North line and 660 feet from the West line Section-Surf 6 Township 21S Range 34E NMPM Lea County ✓ Section-BHL 7 Township 21S Range 34E NMPM Lea County		8. Well Number 1H /
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3740' GR		9. OGRID Number 025575 /
10. Pool name or Wildcat Berry; Bone Spring, North		

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.

3/11/13 - TD 12-1/4" hole to 5852' at 10:30 AM.

3/12/13 - Set 9-5/8" 36#, 40# HCK-55 J-55 LT&C casing at 5850'. Cemented stage 1 with 335 sx 50/50 Poz "C" + 10% PF20 + 0.125#/sx PF29 + 3#/sx PF42 + 5% PF44 + 0.25#/sx PF46 (yld 2.47, wt 11.9). Tailed in with 200 sx Class "C" + 0.3% PF13 (yld 1.33, wt 14.8). Circulated 91 sx to pit. Cemented stage 2 with 1200 sx 50/50 Poz "C" + 10% PF20 + 0.125#/sx PF29 + 3#/sx PF42 + 5% PF44 + 0.25#/sx PF46 (yld 2.47, wt 11.9). Tailed in with 100 sx Class "C" + 0.3% PF13 (yld 1.33, wt 14.8). Circulated 300 sx to pit. Tested casing to 1500 psi for 30 min, good.

3/14/13 - WOC 26 hrs 45 min. Reduced hole to 8-3/4" and resumed drilling.

Spud Date:

2/25/13

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 March 20, 2013Type 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 MAR 27 2013

Conditions of Approval (if any):

MAR 28 2013