

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**  
 220 South St. Francis Dr.  
 Santa Fe, NM 87505

Form C-103  
 Revised August 1, 2011

**HOBBS OCD**  
**MAY 01 2013**

**RECEIVED**

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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. 30-025-41121 /
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-1384
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210		7. Lease Name or Unit Agreement Name Belfast BSL State Com /
4. Well Location Unit Letter <u>Lot 4</u> : <u>2750</u> feet from the <u>South</u> line and <u>660</u> feet from the <u>West</u> line Unit Letter <u>Lot 4</u> : <u>330</u> feet from the <u>North</u> line and <u>660</u> feet from the <u>West</u> line Section <u>6</u> Township <u>21S</u> Range <u>34E</u> NMPM Lea County		8. Well Number 1Y /
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

**SUBSEQUENT REPORT OF:**

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

OTHER:

OTHER: Spud and 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.

4/17/13 - Spudded well at 8:00 AM. Set 80' of 20" conductor and cemented with 30 yds redi-mix to surface.  
 4/22/13 - Resumed drilling at 12:00 PM.  
 4/24/13 - TD 17-1/2" hole to 1892' at 12:30 PM. Set 13-3/8" 48# J-55 ST&C casing at 1890'. Cemented with 780 sx Class "C" + 2% PF001 + 4% PF20 + 0.125#/sx PF29 + 0.4#/sx PF46 (yld 1.98, wt 12.9). Tailed in with 200 sx Class "C" Neat cement (yld 1.33, wt 14.8). Circulated 258 sx to pit. Tested casing to 1200 psi for 30 min, good.

Spud Date:

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 Compliance Supervisor DATE April 29, 2013

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 MAY 02 2013

Conditions of Approval (if any):

MAY 02 2013