

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 July 18, 2013

HOBBS OGD
 CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505
 SEP 04 2013

WELL API NO. 30-025--40472
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VB-1646
7. Lease Name or Unit Agreement Name Avocado BRO State
8. Well Number 1H
9. OGRID Number 025575
10. Pool name or Wildcat Berry; Bone Spring, North

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 D : 150 feet from the North line and 660 feet from the West line
 Section 32 Township 20S Range 35E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3696' GR

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

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
CLOSED-LOOP SYSTEM <input type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER: surface casing <input checked="" type="checkbox"/>	

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.

8/21/13 - Resumed drilling @ 12:15 am.
 8/22/13 - TD 17-1/2" hole to 1929' at 1:30 pm. Notified E.L. Gonzales w/ Hobbs NMOCD of pending operations.
 8/23-24/13 - Set 13-3/8" 54.50# J-55 ST&C casing at 1925'. Set float collar at 1879' and float shoe at 1923'. Cemented w/ 750 sacks 35:65:6 Poz "C" + 2% D020 + 29#/sx D035 + 5#/sx D042 + 5% D044 + 0.2% D046 + 0.3% D112 + 0.125#/sx D130 + 61#/sx D903 (yld 1.92, wt 12.8). Tailed in w/ 180 sacks 50:50 Poz "C" + 42#/sx D035 + 3#/sx D042 + 5% D044 + 0.2% D046 + 0.2% D065 + 0.125#/sx D130 + 47#/sx D903 (yld 1.36, wt 14.2). Tested casing to 600# for 30 mins. with no pressure loss. WOC 27 hours 30 mins. Reduced hole to 12-1/4" and resumed drilling. Notified E.L. Gonzales w/ Hobbs NMOCD of operations.

TOC ???

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 Laura Watts TITLE Regulatory Reporting Technician DATE August 29, 2013
 Type or print-name Laura Watts E-mail address: laura@yatespetroleum.com PHONE: 575-748-4272

For State Use Only
 APPROVED BY: [Signature] TITLE Petroleum Engineer DATE SEP 05 2013
 Conditions of Approval (if any):

SEP 05 2013