

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 OCD

OIL CONSERVATION DIVISION

AUG 26 2013

1220 South St. Francis Dr.
 Santa Fe, NM 87505

WELL API NO. 30-025-40864
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VB-1859/L-5167
7. Lease Name or Unit Agreement Name Action BTI State Com
8. Well Number 1H
9. OGRID Number 025575
10. Pool name or Wildcat Triple X; Bone Spring, West

RECEIVED

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 : 200 feet from the North line and 825 feet from the West Line
 Unit Letter M : 330 feet from the South line and 656 feet from the West line
 Section 16 Township 24S Range 33E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3603'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
 CLOSED-LOOP SYSTEM
 OTHER:

SUBSEQUENT REPORT OF:

- REMEDIAL WORK ALTERING CASING
 COMMENCE DRILLING OPNS. P AND A
 CASING/CEMENT JOB
 OTHER: Completion Operations

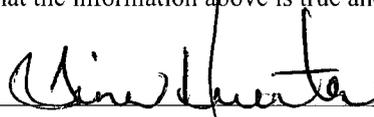
13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

7/14/13 - NU BOP. Tagged DV tool at 9626'.
 7/15/13 - Drilled out DV tool and circulated clean. Tested casing to 3500 psi for 30 min, good. RIH to PBTD at 15,725', pumped 500g Xylene and 1200g 15% HCL acid. Displaced hole with 340 bbls 3% KCL with corrosion inhibitor and Oxygene inhibitor.
 7/16/13 - RIH to 9645' and cleaned up. Ran CCL/GR/CBL from 11,456' up to 2500' with 1500 psi.
 7/17/13-8/8/13 - Perforated Bone Spring 11,629'-15,654' (432). Acidized with 67,600g 15% HCL acid, frac with a total of 3,277,548# 30/50 Interprop sand. Flow through plugs at 11,917', 12,262', 12,607', 12,952', 13,297', 13,642', 13,987', 14,332', 14,677', 15,022' and 15,367'.

Spud Date: 5/3/13

Rig Release Date: 6/26/13

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE  TITLE Regulatory Reporting Supervisor DATE August 22, 2013

Type or print name Tina Huerta E-mail address: tinah@yatespetroleum.com PHONE: 575-748-4168

APPROVED BY:  TITLE Petroleum Engineer DATE OCT 07 2013

Conditions of Approval (if any):

OCT 07 2013