

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

Form C-103
Revised July 18, 2013

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> 2. Name of Operator Yates Petroleum Corporation 3. Address of Operator 105 South Fourth Street, Artesia, NM 88210 4. Well Location Unit Letter <u>C</u> : <u>320</u> feet from the <u>North</u> line and <u>1980</u> feet from the <u>West</u> line Section <u>16</u> Township <u>24S</u> Range <u>33E</u> NMPM <u>Lea</u> County <u></u> 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,608' GR		WELL API NO. 30-025-41631 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 2H 9. OGRID Number 025575 10. Pool name or Wildcat Triple X; Bone Spring, West
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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"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
DOWNHOLE COMMINGLE <input type="checkbox"/>	P AND A <input type="checkbox"/>
CLOSED-LOOP SYSTEM <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>
OTHER: <input type="checkbox"/>	OTHER: Intermediate 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.

4/30/14 - TD 12-1/4" hole to 5,242'.

5/1/14 - Notified Maxey Brown with NMOCD-Hobbs of casing and cementing operations. Set 9-5/8" 36#, 40# J-55 and HCK-55 ST&C casing at 5,242'. Cemented with 1000 sacks 35:65:6 Poz "C" + 4.5% D020 + 29#/sx D035 + 5#/sx D042 + 0.2% D046 + 0.1% D065 + 0.3% D112 + 0.125#/sx D130 + 5% D44 + 61#/sx D903 (yld 1.97, wt 12.8). Tailed in with 365 sacks 50/50 Poz "C" + 0.5% D020 + 42#/sx D035 + 5#/sx D042 + 5% D044 + 0.2% D046 + 0.3% D065 + 0.04% D208 + 47#/sx D903 (1.38, wt 14.2). Circulated 257 sacks to the surface. Tested casing starting at 1508 psi ending at 1460 psi for 30 mins, ok. WOC 25 hours. Reduced hole to 8-3/4" and resumed drilling.

Spud Date:

4/18/14

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: May 15, 2014

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

Conditions of Approval (if any):

DATE: 05/22/14

MAY 22 2014