

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

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

WELL API NO. 30-025-41642
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VB-1743
7. Lease Name or Unit Agreement Name Convoy BUC State
8. Well Number 2H
9. OGRID Number 025575
10. Pool name or Wildcat Triste Draw; Bone Spring, East
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,480' GR

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 **HOBBS OCD**

2. Name of Operator
Yates Petroleum Corporation **AUG 06 2014**

3. Address of Operator
105 South Fourth Street, Artesia, NM 88210 **RECEIVED**

4. Well Location
 Unit Letter O : 15 feet from the South line and 2150 feet from the East line
 Unit Letter B : 330 feet from the North line and 2150 feet from the East line
 Section 28 Township 24S Range 33E NMPM Lea County

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: Production casing <input checked="" type="checkbox"/>	

13. Describe proposed or completed operations. (Clearly state all pertinent details, and ~~include pertinent dates including estimated date~~ of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Coi E-PERMITTING proposed completion or recompletion.

7/25/14- Drilled to 10,635' KOP and continued drilling directional.
 7/26/14 - Drilled to 11,311' reduced hole to 8-1/2" and resumed drilling.
 8/1/14 - Reached TD 8-1/2" hole to 15,870'.
 8/3/14 - Set 5-1/2" 17# P-110 BT&C casing at 15,850'. Float collar set at 15,802'. Cemented with 650 sacks LiteCrete + 0.2% D046 + 0.3% D065 + 0.3% D167 + 2% D174 + 0.03 gal/sx D177 + 0.05% D208 + 0.4% D800 (yld 2.45, wt 9.70). Tailed in with 1,840 sacks PVL + 3#/sx D042 + 0.2% D046 + 0.1% D065 + 5% D154 + 2% D174 + 0.2% D238 + 0.8% D800 (yld 1.36, wt 13.50). Calculated TOC at 4,645'.

P&A NR _____ P&A R _____
 INT to P&A _____
 CSNG MB _____ CHG Loc _____
 TA _____

Spud Date: 7/2/14 Rig Release Date: 8/4/14

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 5, 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 DATE 08/05/14
 Conditions of Approval (if any): _____

AUG 11 2014 du