

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

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| <b>SUNDRY NOTICES AND REPORTS ON WELLS</b><br>(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.<br>30-025-41972  |
| 1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>   |  | 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 2. Name of Operator<br>Yates Petroleum Corporation   |  | 6. State Oil & Gas Lease No.<br>VB-1819   |
| 3. Address of Operator<br>105 South Fourth Street, Artesia, NM 88210   |  | 7. Lease Name or Unit Agreement Name<br>Trucker BRK State   |
| 4. Well Location<br>Unit Letter M : 575 feet from the South line and 200 feet from the West line<br>Unit Letter P : 400 feet from the South line and 230 feet from the East line<br>Section 2 Township 24S Range 33E NMPM Lea County |  | 8. Well Number<br>2H  |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)<br>3,606'   |  | 9. OGRID Number<br>025575   |
|  |  | 10. Pool name or Wildcat<br>Bell Lake; Bone Spring  |

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: 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.

8/23/14 - Spudded 30" hole with rathole service at 11:45 am. Set 100' of 20" conductor and cemented with 11.5 yards redi-mix to the surface.

9/2/14 - Resumed drilling with rotary tools at 1:45 am. TD 17-1/2" hole to 1,342'.

9/3/14 - Set 13-3/8" 48# J-55 ST&C casing at 1,342'. Cemented with 475 sacks Class "C" + 2.5% D020 + 5#/sx D042 + 5% D044 + 0.2% D046 + 0.1% D065 + 0.13#/sx D130 + 0.1% D238 + 94#/sx D903 (yld 2.10, wt 12.8). Tailed in with 250 sacks Class "C" + 5#/sx D042 + 0.2% D046 + 0.13#/sx D130 + 94#/sx D903 (yld 1.35, wt 14.8). Circulated 81 sacks to the surface.

9/4/14 - Tested casing to 800 psi for 30 minutes, ok. WOC 27 hours 45 mins. Reduced hole to 12-1/4" and resumed drilling.

Spud Date: 8/23/14 Rig Release Date: E-PERMITTING  
P&A NR P&A R  
INT to P&A  
CSNG CHG Loc  
TA

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 September 8, 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 09/10/14  
Conditions of Approval (If any):

SEP 11 2014