

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. 30-025-41377
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VO-9011
7. Lease Name or Unit Agreement Name Date BTB State Com
8. Well Number 4H
9. OGRID Number 025575
10. Pool name or Wildcat Berry; Bone Spring, North
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,788' 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

2. Name of Operator
Yates Petroleum Corporation

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

4. Well Location
 Unit Letter A : 15 feet from the South line and 200 feet from the East line
 Unit Letter P : 330 feet from the South line and 760 feet from the East line
 Section 11 Township 21S Range 33E NMPM Lea County
 Section 14 Township 21S Range 33E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3,788' GR

HOBBS OCD
 SEP 25 2014
 RECEIVED

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 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.

9/13/14 - Drilled to 11,245' KOP and continued drilling directional.
 9/14/14 - Drilled to 12,043' reduced hole to 8-1/2" and resumed drilling.
 9/18/14 - Reached TD 8-1/2" hole to 16,418'. Set 5-1/2" 17# P-110 BT&C casing at 16,418'. Float collar set at 16,415'. Cemented with 745 sacks LiteCrete + 2% D174 + 0.01 gal/sx D177 + 0.05% D208 + 0.4% D800 + 0.2% D46 + 0.3% D65 + 0.3% D167 (yld 2.45, wt 9.7). Tailed in with 1480 sacks Pecos Valley Lite + 3#/sx D042 + 5% D154 + 2% D174 + 0.2% D238 + 0.8% D800 + 0.2% D46 + 0.1% D65 (yld 1.36, wt 13.5).

Spud Date: 7/17/14 Rig Release Date: 9/21/14

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 September 24, 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 09/25/14
 Conditions of Approval (if any):

SEP 26 2014 MB [Signature]