

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. 30-025-41972
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VB-1819
7. Lease Name or Unit Agreement Name Trucker BRK State
8. Well Number 2H
9. OGRID Number 025575
10. Pool name or Wildcat Bell Lake; Bone Spring

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 **SEP 25 2014**

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

4. Well Location
 Unit Letter M : 575 feet from the South line and 200 feet from the West line
 Unit Letter P : 400 feet from the South line and 230 feet from the East line
 Section 2 Township 24S Range 33E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3,606'

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: Production 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.

9/13/14 – Drilled to 10,642' KOP and continued drilling directional. Drilled to 11,366' reduced hole to 8-1/2" and resumed drilling.
 9/19/14 – Reached TD 8-1/2" hole to 15,652'.
 9/20/14 – Set 5-1/2" 17# P-110 BT&C casing at 15,640'. Float collar set at 15,637'. Cemented with 650 sacks LiteCrete + 0.2% D046 + 0.4% D065 + 0.5% D167 + 2% D174 + 0.05% D208 + 0.35% D800 (yld 2.46, wt 9.7). Tailed in with 1500 sacks PVL + 3#/sx D042 + 0.2% D046 + 0.3% D065 + 5% D154 + 2% D174 + 0.3% D238 + 0.8% D800 (yld 1.36, wt 13.5).

Spud Date: 8/23/14 Rig Release Date: 9/22/14

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]