

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

HOBBS OCD
 OCT 29 2014

WELL API NO. 30-025-36622
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VO-5542
7. Lease Name or Unit Agreement Name Cash BNF State Com
8. Well Number 2
9. OGRID Number 025575
10. Pool name or Wildcat X-4 Ranch; Morrow, West
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4,209'

SUNDRY NOTICES AND REPORTS ON WELLS
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK 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 F : 1500 feet from the North line and 1340 feet from the West line
Section 18 Township 10S Range 34E NMPM Lea County

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

<p>NOTICE OF INTENTION TO:</p> <p>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input checked="" type="checkbox"/></p> <p>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/></p> <p>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/></p> <p>DOWNHOLE COMMINGLE <input type="checkbox"/></p> <p>CLOSED-LOOP SYSTEM <input type="checkbox"/></p> <p>OTHER: <input type="checkbox"/></p>	<p>E-PERMITTING</p> <p>RE <u>P&A NR</u> P&A R _____</p> <p>CC <u>INT TO P&A</u> COMP _____</p> <p>CA <u>CSNG</u> CHG Loc _____</p> <p>TA _____ RBDMS CHART _____</p> <p>OTHER: <input type="checkbox"/></p>
--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------	--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------

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.

Yates Petroleum Corporation plans to plug and abandon this well as follows:

1. NU BOP. TIH to top of fish at 4770' and circulate the hole with plugging mud. Spot a 400' Class "C" cement plug to 4270', this will cover the top of the fish. WOC and tag. **255XS**
2. Perforate at 4135'. Spot a **100'** Class "C" cement plug across 9-5/8" casing shoe. WOC and tag.
3. Perforate at 2760'. Spot a **100'** Class "C" cement plug to 2660', this will cover top of Yates. WOC and tag.
4. Perforate at 480'. Circulate cement to surface with 250 sx Class "C" cement.
5. Cut off wellhead, install dry hole marker and clean location.

PERF: 50Z 255XS @ 2090' WOC & TAG

Spud Date: Rig Release Date:

The Oil Conservation Division
MUST BE NOTIFIED 24 Hours
Prior to the beginning of operations

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Tina Huerta TITLE Regulatory Reporting Supervisor DATE October 27, 2014

Type or print name Tina Huerta E-mail address: tinah@yatespetroleum.com PHONE: 575-748-4168

APPROVED BY: Maley Brown TITLE Dist Supervisor DATE 10/29/2014

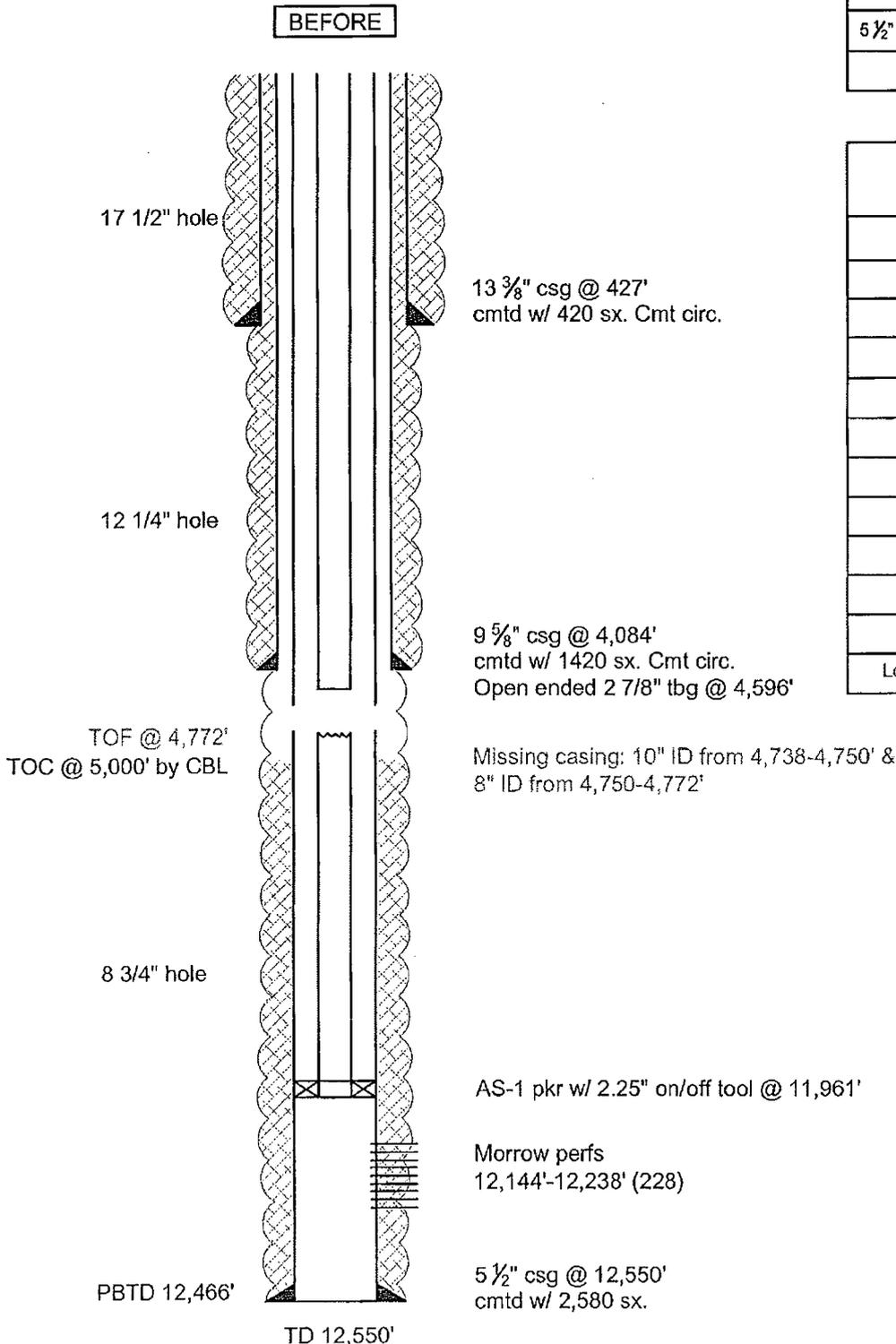
Conditions of Approval (if any):

OCT 30 2014

Well Name: Cash BNF State Com #2 Field: _____
 Location: 1500' FNL & 1340' FWL Sec 18-10S-34E
 County: Eddy State: New Mexico
 GL: 4,209' Zero: _____ KB: 4,229'
 Spud Date: 4/4/2004 Completion Date: 7/22/2004
 Comments: API # 30-025-36622

Casing Program	
Size/WI/Grade	Depth Set
13 3/8" 48# H-40	427'
9 5/8" 36# & 40# J-55	4,084'
5 1/2" 17# J-55, L-80 & HCP-110	12,550'

Tops of Formations	
Formation	Top
Rustler	2,040'
Yates	2,708'
San Andres	3,962'
Glorieta	5,410'
Tubb	6,898'
Abo	7,738'
Wolfcamp	8,980'
Atoka Shale	11,436'
Morrow	12,004'
Austin	12,240'
Lower Mississippian Lime	12,386'

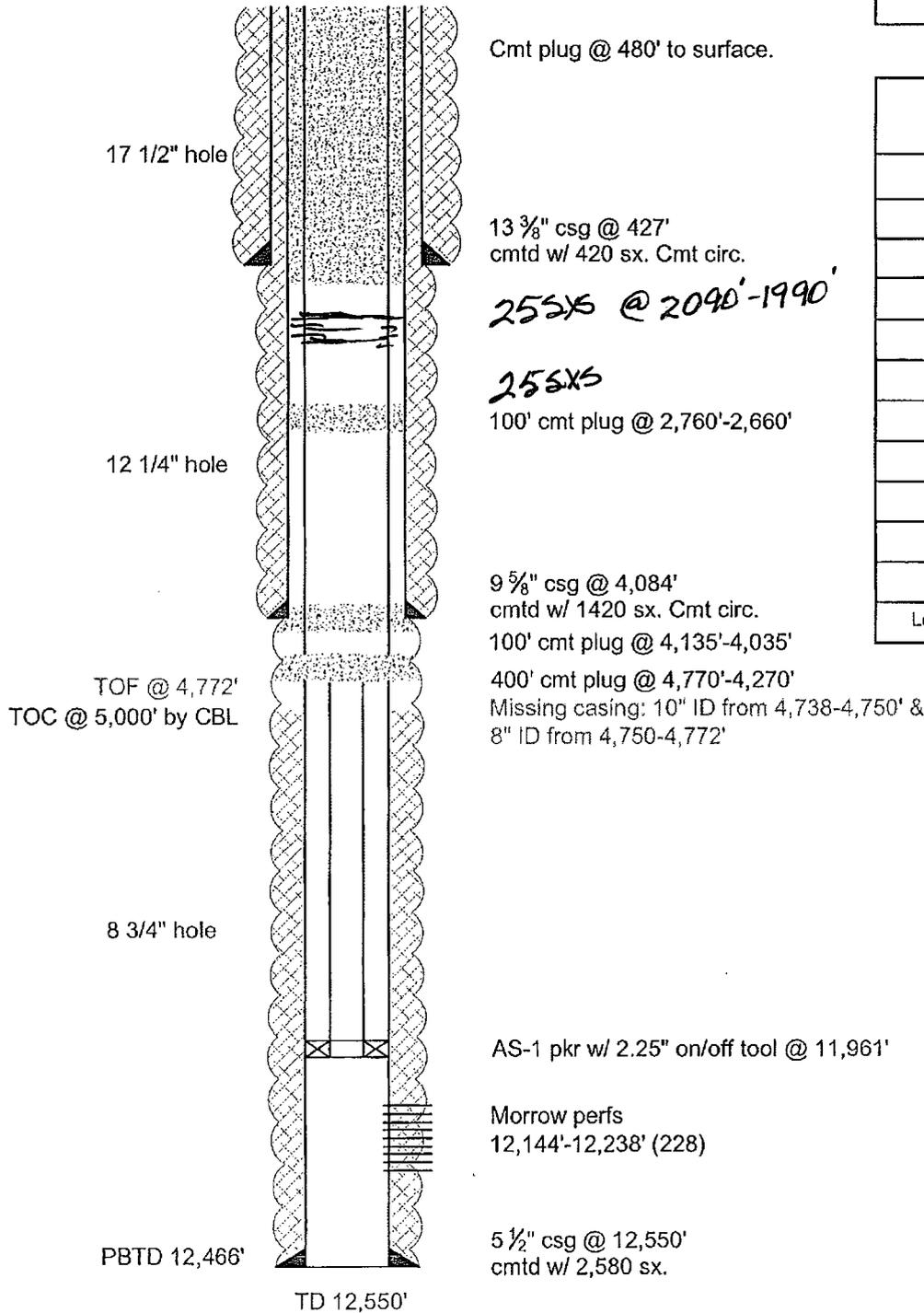


Well Name: Cash BNF State Com #2 Field: _____
 Location: 1500' FNL & 1340' FWL Sec 18-10S-34E
 County: Eddy State: New Mexico
 GL: 4,209' Zero: _____ KB: 4,229'
 Spud Date: 4/4/2004 Completion Date: 7/22/2004
 Comments: API # 30-025-36622

Casing Program	
Size/WI/Grade	Depth Set
13 3/8" 48# H-40	427'
9 5/8" 36# & 40# J-55	4,084'
5 1/2" 17# J-55, L-80 & HCP-110	12,550'

Tops of Formations	
Formation	Top
Rustler	2,040'
Yates	2,708'
San Andres	3,962'
Glorieta	5,410'
Tubb	6,898'
Abo	7,738'
Wolfcamp	8,980'
Atoka Shale	11,436'
Morrow	12,004'
Austin	12,240'
Lower Mississippian Lime	12,386'

AFTER



Cmt plug @ 480' to surface.

13 3/8" csg @ 427'
 cmtd w/ 420 sx. Cmt circ.

25SX @ 2090'-1990'

25SX
 100' cmt plug @ 2,760'-2,660'

9 5/8" csg @ 4,084'
 cmtd w/ 1420 sx. Cmt circ.
 100' cmt plug @ 4,135'-4,035'

400' cmt plug @ 4,770'-4,270'
 Missing casing: 10" ID from 4,738'-4,750' &
 8" ID from 4,750'-4,772'

AS-1 pkr w/ 2.25" on/off tool @ 11,961'

Morrow perms
 12,144'-12,238' (228)

5 1/2" csg @ 12,550'
 cmtd w/ 2,580 sx.