

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

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-103) FOR PROPOSALS.)		WELL API NO. 30-025-41638
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Yates Petroleum Corporation		6. State Oil & Gas Lease No. VO-7378
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210		7. Lease Name or Unit Agreement Name Caravan State Unit
4. Well Location Unit Letter <u>A</u> : <u>15</u> feet from the <u>North</u> line and <u>400</u> feet from the <u>East</u> line Unit Letter <u>P</u> : <u>330</u> feet from the <u>South</u> line and <u>400</u> feet from the <u>East</u> line Section <u>33</u> Township <u>24S</u> Range <u>33E</u> NMPM Lea County		8. Well Number 11H
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,481' GR		9. OGRID Number 025575
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data		10. Pool name or Wildcat Triste Draw; Bone Spring, East

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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.

12/28/14 - Drilled to 10,570' KOP and continued drilling directional.
 12/29/14 - Drilled to 11,368' reduced hole to 8-1/2" and resumed drilling.
 1/2/15 - Reached TD 8-1/2" hole to 15,760'.
 1/4/15 - Set 5-1/2" 17# P-110 BT&C casing at 15,752'. Toe sleeve set at 15,736'. Float collar set at 15,749'.
 1/5/15 - Cemented with 700 sacks LiteCrete + 0.2% D046 + 0.1% D065 + 0.4% D167 + 2% D174 + 0.03 gal/sx D177 + 0.02% D208 + 0.5% D800 (yld 2.44, wt 9.70). Tailed in with 1410 sacks PVL + 3#/sx D042 + 0.2% D046 + 0.2% D065 + 2% D174 + 5% D178 + 0.01% D208 + 0.4% D238 + 0.7% D800 (yld 1.36, wt 13.50).

Spud Date: 11/14/14

Rig Release Date: 1/6/15

E-PERMITTING _____
 P&A NR _____
 INT TO P&A _____
 CSNG MB _____
 TA _____
 P&A R _____
 CHG Loc _____

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

SIGNATURE Laura Watts TITLE Regulatory Reporting Technician DATE January 22, 2015

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 01/29/15
 Conditions of Approval (if any):

JAN 29 2015

[Handwritten mark]