

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. 30-025-41672
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. V-3524
7. Lease Name or Unit Agreement Name Berry APN State
8. Well Number 5H
9. OGRID Number 025575
10. Pool name or Wildcat Berry; Bone Spring, North
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,718' 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 **HOBBS OCD**

2. Name of Operator: Yates Petroleum Corporation **MAY 08 2015**

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

4. Well Location:
 Unit Letter Lot 14 : 2655 feet from the South line and 1980 feet from the West line
 Unit Letter Lot 3 : 330 feet from the North line and 1980 feet from the West line
 Section 5 Township 21S Range 34E NMPM Lea County

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.

1/27/14 - Drilled to 10,195' KOP and continued drilling directional.
 1/28/15 - Drilled to 10,786' reduced hole to 8-1/2" and continued drilling.
 2/7/15 - Reached TD 8-1/2" hole to 15,300'.
 2/10/15 - Set 5-1/2" 17# P-110 BT&C casing at 15,300'. Toe circulating sub at 15,285'. Float collar set at 15,297'.
 2/11/15 - Cemented with 475 sacks Litecrete + 0.1% D046 + 69#/sx D049 + 0.1% D065 + 7#/sx D154 + 0.3% D167 + 2% D174 + 0.05% D208 + 24#/sx D229 + 0.25% D800 (yld 2.85, wt 9.50). Tailed in with 1750 TXI Liteweight + 0.2% D046 + 75#/sx D049 + 0.1% D065 + 2% D174 + 0.04% D208 + 0.4% D238 + 0.6% D800 (yld 1.42, wt 13.00). Calculated TOC at 4,598'.

Spud Date: 12/16/14 Rig Release Date: 2/12/15

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 February 17, 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 05/08/15
 Conditions of Approval (if any):