

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. 30-025-41677 |
| 5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No. VB-1870, VB-1385 |
| 7. Lease Name or Unit Agreement Name Boston BSN State Com |
| 8. Well Number 4H |
| 9. OGRID Number 25575 |
| 10. Pool name or Wildcat Berry; Bone Spring, North |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3726 |

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 4th Street

4. Well Location
 Unit Letter **I** : **2445** feet from the **South** line and **990** feet from the **East** line
 Section **6** Township **21S** Range **34E** NMPM **Lea** County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3726

HOBBS OCD
FEB 25 2016
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 checked="" 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: <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.

Yates Petroleum Corporation wishes to change the bottom hole footages. The well will be drilled vertically to 10311'. Well Will then be kicked off at approx.. 10311' and directionally drilled at 12 degrees per 100' with a 8 3/4" hole to 11051' MD (10789' TVD). Hole size will then be reduced to 8 1/2" and drilled to 15350' MD (10879' TVD) where 5 1/2" casing will be Set and cemented in a single stage 500' into previous casing string. Penetration point of producing zone will be encountered At 1979' FSL and 953' FEL, 6-21S-34E. Deepest TVD is 10879' in lateral. Please note C-102 and horizontal drill diagram Attached.

Yates Petroleum Corporation also wishes to extend the APD for 1 year to February 25th 2017

LAST EXTENSION

Spud Date:

Rig Release Date:

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

SIGNATURE *Chris Gurule* TITLE Land Regulatory Tech DATE 02/25/2016

Type or print name Chris Gurule E-mail address: cgurule@yatespetroleum.com PHONE: 575-748-4224
For State Use Only

APPROVED BY: *[Signature]* TITLE Petroleum Engineer DATE 02/26/16
 Conditions of Approval (if any):

FEB 26 2016

dm