

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

HOBBS OCD

OIL CONSERVATION DIVISION

OCT 18 2014 South St. Francis Dr.

Santa Fe, NM 87505

RECEIVED

WELL API NO. 30-025-41753

5. Indicate Type of Lease STATE [X] FEE []

6. State Oil & Gas Lease No. VO-8699

7. Lease Name or Unit Agreement Name Nervosa BTT State Com

8. Well Number 1H

9. OGRID Number 025575

10. Pool name or Wildcat Berry; Bone Spring, North

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 [X] 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 H : 2440 feet from the North line and 760 feet from the East line. Unit Letter A : 330 feet from the North line and 760 feet from the East line. Section 24 Township 21S Range 33E NMPM Lea County. Section 13 Township 21S Range 33E NMPM Lea County.

11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,694'

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: 5' new hole [X]

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.

10/12/16 - Made 5' new hole. TD 175'. Hole size 9".

Note: 30" culvert with locking device installed on 3/18/15.

Spud Date: 2/27/15

Rig Release Date:

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

SIGNATURE [Signature] TITLE Advanced Regulatory Reporting Analyst DATE October 14, 2016

Type or print name Laura Watts E-mail address: laura@yatespetroleum.com PHONE: 575-748-4272

For State Use Only

APPROVED BY: [Signature] DATE 10/18/2014

Conditions of Approval (if any):

Accepted for Record Only

[Signature] 10/18/2014