

HOBBS OGD

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

OCT 24 2016

RECEIVED

WELL API NO.  
30-025-42460

5. Indicate Type of Lease  
STATE  FEE

6. State Oil & Gas Lease No.  
VB-2066

7. Lease Name or Unit Agreement Name  
Nectarine BSQ State Com

8. Well Number  
2H

9. OGRID Number  
025575

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

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
3,784' 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

2. Name of Operator  
Yates Petroleum Corporation

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

4. Well Location  
Unit Letter L : 2440 feet from the South line and 760 feet from the West line  
Unit Letter D : 330 feet from the North line and 760 feet from the West line  
Section 24 Township 21S Range 33E NMPM Lea County  
Section 13 Township 21S Range 33E NMPM Lea County

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

<b>NOTICE OF INTENTION TO:</b>		<b>SUBSEQUENT REPORT OF:</b>	
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: <u>5' new hole</u> <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.

10/19/16 - Made 5' new hole. TD 35'. Hole size 20".

Note: 30" culvert with locking lid installed on 7/19/16.

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 Jane Watts TITLE Advanced Regulatory Reporting Analyst DATE October 20, 2016

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

APPROVED BY: Accepted for Record Only DATE 10/24/2016

Conditions of Approval (if any): MS Brown 10/24/2016