

Submit 3 Copies To Appropriate District Office  
District I  
1625 N French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Ave., Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Aztec, NM 87001  
District IV  
1220 S St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-103  
June 19, 2008

RECEIVED

JUL 09 2009

HOBBSD

CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

|   |
|---|
| WELL API NO.<br>30-025-37911 ✓  |
| 6. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> ✓ |
| 6. State Oil & Gas Lease No.<br>VA-1946   |
| 7. Lease Name or Unit Agreement Name<br>Merle BOI State ✓   |
| 8. Well Number<br>5 ✓   |
| 9. OGRID Number<br>025575 ✓   |
| 10. Pool name or Wildcat<br>Lane Abo Southeast ✓  |

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 A : 330 feet from the North line and 330 feet from the East line  
Section 23 Township 10S Range 34E NMPM Lea County ✓

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
4168' GR

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 ☐

OTHER ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☐  
CASING/CEMENT JOB ☐

OTHER ☐ Frac ☒

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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

6/24/09 Rig up. Nipped up BOP.

6/28/09 Loaded & tested csg w/210 bbls to 1000 psi. Tested good.

6/29/09 Fraced Abo perfs 9027-9066' w/48,519 gal slick water + 112,876 gal YF 130 ST + 3495 gal WF 130 + 10,000# 100 mesh sand.

6/30/09 Tagged PBTD @ 9168'. 2-7/8" tbg @ 8445'.

7/04/09 Tested csg w/32 bbls to 500 psi. Tested good.

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 Allison Barton TITLE Regulatory Compliance Technician DATE 7/08/09

Type or print name Allison Barton E-mail address: abarton@yatespetroleum.com PHONE: (575) 748-4385

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE JUL 10 2009

Conditions of Approval (if any):