

State of New Mexico  
Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION  
220 South St. Francis Dr.  
Santa Fe, NM 87505

WELL API NO. 30-025-39609 ✓
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> ✓
6. State Oil & Gas Lease No. V-7302
7. Lease Name or Unit Agreement Name Caravan State Unit ✓
8. Well Number 1 ✓
9. OGRID Number 025575 ✓
10. Pool name or Wildcat Triste Draw; Atoka, East (Gas) ✓

<p><b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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)</p> <p>1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input checked="" type="checkbox"/></p> <p>2. Name of Operator Yates Petroleum Corporation</p> <p>3. Address of Operator 105 South Fourth Street, Artesia, NM 88210</p> <p>4. Well Location Unit Letter <u>B</u> : <u>660</u> feet from the <u>North</u> line and <u>1980</u> feet from the <u>East</u> line Section <u>32</u> Township <u>24S</u> Range <u>33E</u> NMPM Lea County</p> <p>11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3499' GR</p>	
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## 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: Intermediate Casing, Production Casing & Liner ☒

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.

2/27/10 TD 12-1/4" hole to 5147'. Set 9-5/8" 36# & 40# J-55, N-80 & HCK-55 casing @ 5147'. Cemented w/1673 sx 35:65:6 Poz C + 2#/sx D042 + 0.125#/sx D130 + 5.33#/sx D20 + 0.177#/sx D46 + 4.72#/sx D44 + 0.266#/sx D13 (yld 2.08, wt 12.6). Tailed in w/200 sx Class "C" + 0.282#/sx D13 (yld 1.33, wt 14.8). Cement circulated. WOC. Reduced hole to 8-3/4" and resumed drilling.

3/14/10 TD 8-3/4" hole to 12,450'.

3/17/10 Notified Sylvia Dickey w/NMOCD of upcoming operations via voice mail. Set 7" 26# J-55, L-80 & P-110 casing @ 12,448'. Cemented stage #1 w/200 sx 35:65 Poz "H" + 1.5% D112 + 6% D20 + 0.2% D46 (yld 2.06, wt 12.4). Tailed in w/367 sx 50/50 Poz "H" + 3% D184 + 6% D20 + 2#/sx D42 + 0.2% D46 + 0.2% D65 + 0.5% D800 (yld 1.33, wt 14.4). Cemented stage #2 w/250 sx LiteCrete + 0.03 gal/sx D144 + 0.5% D167 + 0.35% D198 + 0.35 D46 + 1% D06 + 0.3% D65 (yld 2.20, wt 9.7). Tailed in w/368 sx Pecos Valley Lite + 0.35 D13 + 0.35 D167 + 1% D44 + 0.1% D65 (yld 1.40, wt 13). Cement circulated.

3/18/10 Cemented stage #3 w/580 sx 50/50 Poz "C" + 1.5% D112 + 0.125 PPS D130 + 10% D20 + 5% D44 + 0.2% D46 (yld 2.55, wt 11.8). Tailed in w/100 sx Pecos Valley Lite + 0.3% D13 + 0.2% D167 + 0.2% D46 + 0.2% D65 (yld 1.40, wt 13). Cement circulated.

3/20/10 Reduced hole to 6-1/8" and resumed drilling.

4/13/10 TD 6-1/8" hole to 14,750. Set 4-1/2" 15.10# P-110 casing @ 14,750'. FC @ 14,703'.

4/14/10 Set liner @ 12,227'. Cemented w/280 sx Pecos Valley lite + 0.05 gal/sx D206 + 2 gal/sx D6600G + 0.4% D800 (yld 1.26, wt 3.5) and 20 gal Mudpush II.

Spud Date:

1/13/10  
11/31/10 per AB

Rig Release Date:

4/15/10

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 5/05/10  
Type or print name Allison Barton E-mail address: abarton@yatespetroleum.com PHONE: (575) 748-1471

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE MAY 10 2010

Conditions of Approval (if any):

## Mull, Donna, EMNRD

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**From:** Allison Barton [ABarton@yatespetroleum.com]  
**Sent:** Monday, May 10, 2010 11:20 AM  
**To:** Mull, Donna, EMNRD  
**Subject:** Caravan State Unit #1

**Importance:** High

Hi Donna,

I sent in a subsequent report C-103 on the Caravan State Unit #1 (API #30-025-30609) on May 5, 2010 for the intermediate casing, production casing & liner. The spud date on this well is 1/31/10 and I put 1/13/10 in the box on the form. Can you please correct this for me?

Thanks again for all of your help!

Allison Barton  
Regulatory Compliance Technician  
Yates Petroleum Corporation  
Phone: (575) 748-4385