

Office

Energy, Minerals and Natural Resources

October 13, 2009

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 87410

District IV

1220 S. St Francis Dr., Santa Fe, NM

87505

RECEIVED
OIL CONSERVATION DIVISION
MAY 26 2010
HOBBS, NM

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-025-39609

5. Indicate Type of Lease

STATE ☒ FEE ☐

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)

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 ☐**REVISED**

2. Name of Operator

Yates Petroleum Corporation

3. Address of Operator

105 South Fourth Street, Artesia, NM 88210

4. Well Location

Unit Letter B : 660 feet from the North line and 1980 feet from the East line
Section 32 Township 24S Range 33E NMPM Lea County

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

3499' 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: 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 liner from 12,227' to 14,750'. FC @ 14,703'.

4/14/10 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:

1/31/10

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

TITLE

Regulatory Compliance Technician

DATE

5/25/10

Type or print name

Allison Barton

E-mail address:

abarton@yatespetroleum.com

PHONE:

(575) 748-1471

For State Use Only

APPROVED BY:

TITLE

PETROLEUM ENGINEER

DATE

JUN 11 2010

Conditions of Approval (if any):

Submit 1 Copy 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 87410
District IV
1220 S St Francis Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
October 13, 2009

RECEIVED
OIL CONSERVATION DIVISION
MAY 26 2010
HOBBS, NM

1220 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; Wolfcamp East (Gas)

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 <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other	
2. Name of Operator Yates Petroleum Corporation	
3. Address of Operator 105 South Fourth Street, Artesia, NM 88210	
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 <u>Lea</u> County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3499' GR; 3517' KB	

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: Completion Operations ☒

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.

4/28/10 Drilled & circulated clean to 14,596'.
5/01/10 thru 5/02/10 Pickled tubing w/1000 gal 15% NEFE acid.
5/04/10 Perforated Wolfcamp 13,976-84' (32). Acidized w/3250 gal 20% NEFE acid.
5/12/10 Set CIBP @ 13,940' w/35' cement. Loaded & tested to 2000 psi for 15 min, held good.
5/13/10 Perforated Wolfcamp 13,210-17' (8), 13,252-64' (13), 13,284' (1), 13,285' (1), 13,287' (1), 13,288' (1), 13,290' (1) & 13,291' (1). Spotted 3 bbls acid @ 13,291'.
5/14/10 Acidized w/6000 gal 20% HCl acid & 50 balls. 2-7/8" tubing & AS-1 packer set @ 13,137'.

Spud Date:

1/31/10

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 5/25/10
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 JUN 11 2010
Conditions of Approval (if any):