

Office

Energy, Minerals and Natural Resources

June 19, 2008

District I

1625 N. French Dr., Hobbs, NM 87401

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

JAN 10 2011

HOBBSD

## OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO. /

30-025-39716

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil &amp; Gas Lease No.

VB-0651

7. Lease Name or Unit Agreement Name

Red Raider BKS State

8. Well Number

2H

9. OGRID Number

025575

10. Pool name or Wildcat

Red Hills; 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 ☒ Gas Well ☐ Other

2. Name of Operator

Yates Petroleum Corporation

3. Address of Operator

105 South Fourth Street, Artesia, NM 88210

4. Well Location

Surface B : 330 feet from the North line and 2180 feet from the East line  
 BHL O : 330 feet from the South Line and 2180 feet from the East line  
 Section 25 Township 24S Range 33E NMPM Lea County

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

3566'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: Set intermediate casing ☒

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.

1/1/11 - TD 12-1/4" hole to 5226'. Set 9-5/8" 36#, 40# J-55, K-55, N-80 LT&C casing at 5226'. Cemented with 830 sx Premium Plus "C" (yld 1.85, wt 12.9). Tailed in with 340 sx Premium Plus "C" (yld 1.33, wt 14.8). Cement did not circulate. Ran temperature survey and found TOC at 1600'. Tagged TOC at 1562'. Ran 1" cement to surface with 533 sx Premium Plus "C" cement. Tested casing to 1200 psi for 30 min. Reduced hole to 8-3/4" and resumed drilling.

Spud Date:

4/1/10

Rig Release Date:

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

SIGNATURE

TITLE

Regulatory Compliance Supervisor

DATE

January 7, 2011

Type or print name

Tina Huerta

E-mail address:

tinah@yatespetroleum.com

PHONE:

575-748-4168

For State Use Only

APPROVED BY:

TITLE

PETROLEUM ENGINEER

DATE

JAN 11 2011

Conditions of Approval (if any):