

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 87401  
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

MAR 02 2011

HOBBSUCD

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

|   |
|---|
| WELL API NO.<br>30-025-39941  |
| 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No.<br>VB-1384   |
| 7. Lease Name or Unit Agreement Name<br>Blackberry BKB State  |
| 8. Well Number<br>1H  |
| 9. OGRID Number<br>025575   |
| 10. Pool name or Wildcat<br>Berry; Bone Spring, North   |

|   |  |
|---|--|
| SUNDRY NOTICES AND REPORTS ON WELLS<br>(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 checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>  |  |
| 2. Name of Operator<br>Yates Petroleum Corporation  |  |
| 3. Address of Operator<br>105 South Fourth Street, Artesia, NM 88210  |  |
| 4. Well Location<br>Unit Letter H : 3300 feet from the South line and 330 feet from the East line<br>Unit Letter G : 3300 feet from the South line and 2310 feet from the East line<br>Section 6 Township 21S Range 34E NMPM Lea County |  |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)<br>3727'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: Surface 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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

2/19/11 - TD 17-1/2" hole to 542'. Set 13-3/8" 48# J-55 ST&C casing at 542'. Cemented with 290 sx Class "C" + 3.76#/sx D020 + 0.118#/sx D046 + 0.125#/sx D130 + 94#/sx D903 + 1.88#/sx S001 (yld 1.97, wt 12.9). Tailed in with 200 sx Class "C" + 0.125#/sx D130 + 94#/sx D903 (yld 1.33, wt 14.8). Circulated 188 sx to pit. NMOCD-Artesia was notified, via voicemail, of all casing and cementing operations. Tested casing to 700 psi and held. Reduced hole to 12-1/4" and resumed drilling.

Spud Date:

2/7/11

Rig Release Date:

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

SIGNATURE Tina Huerta TITLE Regulatory Compliance Supervisor DATE March 1, 2011

Type or print name Tina Huerta E-mail address: tinah@yatespetroleum.com PHONE: 575-748-4168

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE MAR 02 2011

Conditions of Approval (if any):