

NEW MEXICO OIL CONSERVATION COMMISSION

SEP 25 1970

NO. OF COPIES RECEIVED	1
DISTRIBUTION	
SANTA FE	
FILE	<input checked="" type="checkbox"/>
U.S.G.S.	
LAND OFFICE	
OPERATOR	4

5a. Indicate Type of Lease
State Fee

5. State Oil & Gas Lease No.

O.C.C.
ARTESIA OFFICE

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. OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>	7. Unit Agreement Name
2. Name of Operator Yates Petroleum Corporation	8. Farm or Lease Name Kincaid BI
3. Address of Operator 207 South 4th Street- Artesia, New Mexico 88210	9. Well No. 1
4. Location of Well UNIT LETTER <u>B</u> , <u>660</u> FEET FROM THE <u>North</u> LINE AND <u>1650</u> FEET FROM THE <u>East</u> LINE, SECTION <u>25</u> TOWNSHIP <u>18S</u> RANGE <u>25E</u> NMPM.	10. Field and Pool, or Wildcat Penasco Draw SA Yeso
15. Elevation (Show whether DF, RT, GR, etc.) 3452' GL	12. County Eddy

16. Check Appropriate Box To Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

SUBSEQUENT REPORT OF:

PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	OTHER <u>Set Cement Plug</u> <input checked="" type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	OTHER <input type="checkbox"/>

17. 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.

This well was drilled to a total depth of 3300' and PB to 3268' in the Yeso formation and is now producing an excessive amount of water, therefore, uneconomical to produce from the Yeso formation.

It is our intention to set a cement plug at 2000' and produce this well from the San Andres formation only.

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

SIGNED Eddie Kincaid TITLE Engineer DATE 9-24-70

APPROVED BY W.A. Gressett TITLE OIL AND GAS INSPECTOR DATE SEP 25 1970

CONDITIONS OF APPROVAL, IF ANY: