

Submit 3 Copies 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

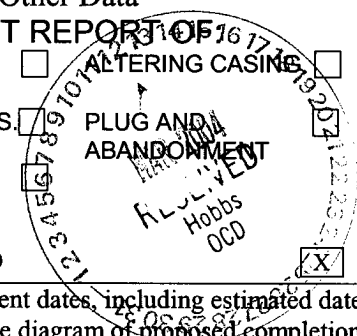
State of New Mexico
Energy, Minerals and Natural Resources

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

Form C-103
Revised June 10, 2003

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.)		WELL API NO. 30-005-20828
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other SWD		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Yates Petroleum Corporation		6. State Oil & Gas Lease No. LG-2464
3. Address of Operator 105 S. 4 th Street, Artesia, NM 88210		7. Lease Name or Unit Agreement Name Loveless SWD
4. Well Location Unit Letter <u>D</u> : <u>990</u> feet from the <u>North</u> line and <u>990</u> feet from the <u>West</u> line Section <u>36</u> Township <u>7S</u> Range <u>31E</u> NMPM <u>Chaves</u> County		8. Well Number 5
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4424' GR		9. OGRID Number 025575
		10. Pool name or Wildcat San Andres

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data	
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/> OTHER: <input type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/> CASING TEST AND CEMENT JOB <input type="checkbox"/> OTHER: Convert well to SWD <input checked="" type="checkbox"/>



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.

2/18/04 – MIRU, Unseat pump. TOH with rods and pump. Loaded hole with 2% KCL. TOH with tubing.
2/23/04 – Perforate San Andres 4046'-4092' (184), 4114'-4140' (104), 4148'-4170' (88) for a total of 376 holes.
2/26/04 – Spot 100g acid at 4170'. Pulled up and reversed 10 bbls fluid. Set coated packer at 3993'. Tested annulus to 600 psi and held good. Acidize San Andres 4046'-4170' (376 new holes and 38 old holes) with 5000g 20% IC HCL acid with 400 ball sealers. Ran an 8 point step rate injection test pumping 15 mins on each interval: ¼ BPM – 0 psi; ½ BPM – 0 psi; ¾ BPM – 0 psi; 1 BPM – 0 psi; 1-1/4 BPM – 0 psi; 1-1/2 BPM – 0 psi; 1-3/4 BPM – 60 psi; 2 BPM – 30 psi. Tested annulus to 500# and held for 30 mins (held good).

MIT chart attached.

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

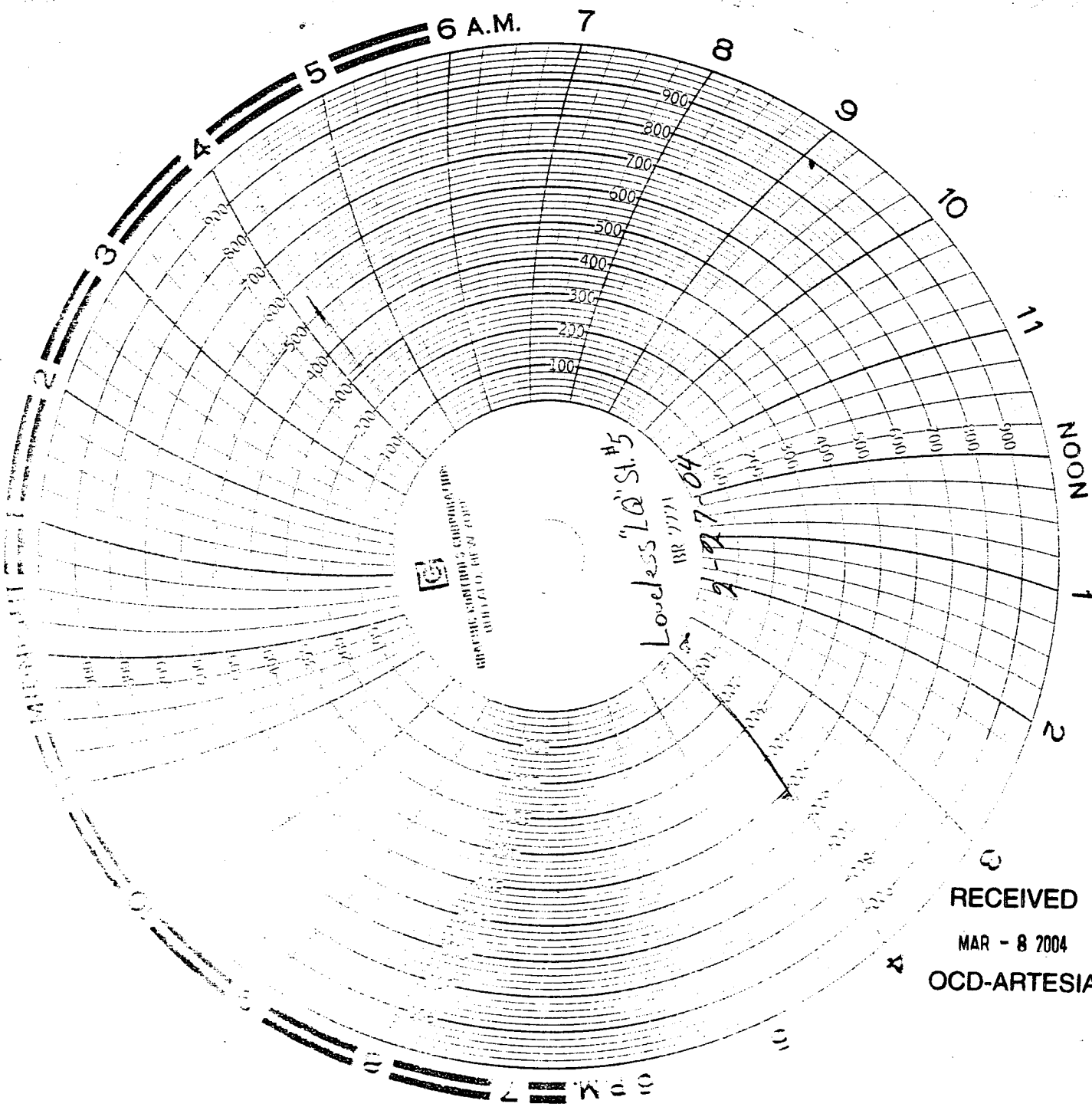
SIGNATURE: Tina Huerta TITLE: Regulatory Compliance Supervisor DATE: March 3, 2004

Type or print name Tina Huerta E-mail address: tinah@ypcnm.com Telephone No. 505-748-1471

(This space for State use)

APPROVED BY: Hay W. Wink TITLE: QC FIELD REPRESENTATIVE II/STAFF MANAGER DATE: MAR 23 2004

Conditions of approval, if any:



Lowless "10" St #5
11-27-64
111.6

RECEIVED
MAR - 8 2004
OCD-ARTESIA