

OIL CONSERVATION DIVISION P.O. Box 2088 Santa Fe, New Mexico 87504-2088

DISTRICT I P.O. Box 1980, Hobbs, NM 88240

DISTRICT II P.O. Drawer DD, Artesia, NM 88210

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

WELL API NO. 30-025-27208
5. Indicate Type of Lease STATE [X] FEE []
6. State Oil & Gas Lease No. V-1910

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 [X] GAS WELL [] OTHER Workover/Plugback

2. Name of Operator YATES PETROLEUM CORPORATION

3. Address of Operator 105 South 4th St., Artesia, NM 88210

4. Well Location Unit Letter A : 990 Feet From The North Line and 660 Feet From The East Line Section 32 Township 14S Range 33E NMPM Lea County

7. Lease Name or Unit Agreement Name San AJK State

8. Well No. 1

9. Pool name or Wildcat Saunders Permo Upper Penn

10. Elevation (Show whether DF, RKB, RT, GR, etc.)

11. 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 [], OTHER: []. SUBSEQUENT REPORT OF: REMEDIAL WORK [], ALTERING CASING [], COMMENCE DRILLING OPNS. [], PLUG AND ABANDONMENT [], CASING TEST AND CEMENT JOB [], OTHER: Perforate, treat, plugback, test [X]

12. 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. 7-9-91. RUPU. WIH w/bit and scraper. Top of CIBP reported 10055'. Tagged up at 9995' tubing measurement. WIH w/bit, scraper and drill collars and cleaned out to 10042'. POOH. Perforated 10044, 46, 48, 50, 52 w/5 - .50" holes. Acidize w/750 g. 15% NEFE acid. Recovered 195 bbls black water - no shows of oil. Set cement retainer at 10030'. Cmt'd perms 10044-52' w/50 sx of Class H w/additives. Perforated 10008, 010, 014, 016, 018 and 10020' w/10 - .50" holes (2 SPF). Acidized w/1250 g. 15% NEFE acid. Swabbed dry. Perforated 9208-9212' and 9150-60' w/16 - .50" holes (1 SPF). Acidized perms w/2500 g. 15% NEFE acid. Swabbed with 1-2% oil cut and no show of gas. 8-2-91. Set CIBP at 9400' w/35' cement cap. Set CIBP at 9100' w/35' cement cap. Perforated San Andres 4820-36' w/10 - .50" holes as follows: 4820, 25, 27, 30, 36'. Treated perms w/1000 g. 20% NEFE acid. Swabbed dry. Note: if San Andres is productive - will put well on pump. If San Andres is non-productive, will continue plugging operations. Call NMOCD, Hobbs, NM, 24 hrs prior to to continuation of plugging operations. 7-31-91 - Verbal approval rec'd from NMOCD, Hobbs re-plugging procedures.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. SIGNATURE Juanita Goodlett TITLE Production Supervisor DATE 8-8-91 TYPE OR PRINT NAME Juanita Goodlett TELEPHONE NO. 505/748-1471

(This space for State Use) APPROVED BY TITLE DATE CONDITIONS OF APPROVAL, IF ANY: