

Submit 3 Copies
to Appropriate
District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

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

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

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

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

WELL API NO. 30-025-33574
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. V-4297

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 <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER	7. Lease Name or Unit Agreement Name Coriander AOC State
2. Name of Operator YATES PETROLEUM CORPORATION	8. Well No. 2
3. Address of Operator 105 South 4th St., Artesia, NM 88210	9. Pool name or Wildcat Red Tank Bone Springs
4. Well Location Unit Letter <u>H</u> : <u>1650</u> Feet From The <u>North</u> Line and <u>330</u> Feet From The <u>East</u> Line Section <u>1</u> Township <u>23S</u> Range <u>32E</u> NMPM Lea County	
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3731' GR	

11. 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"/>		CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: _____ <input type="checkbox"/>		OTHER: Spud, surface casing & cement <input checked="" type="checkbox"/>	

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.
Spudded a 22" hole with rat hole machine at 9:30 AM 9-30-96. Set 40' of 16" conductor pipe. Cemented to surface. NOTE: Notified Bonnie w/OCD-Hobbs of spud. Resumed drilling a 14-3/4" hole with rotary tools at 11:00 PM 9-30-96.

TD 1154'. Reached TD at 3:15 AM 10-2-96. Ran 26 joints of 11-3/4" 42# H-40 8rd ST&C (1156.67') of casing set at 1153'. 1-Texas Pattern notched guide shoe set at 1153'. Insert float set at 1109'. Cemented with 450 sacks Class C, 6% gel, 3% CaCl2 & 1/4#/sack celloflake (yield 1.93, weight 12.6). Tailed in with 250 sacks "C" and 2% CaCl2 (yield 1.34, weight 14.8). PD 12:00 Noon 10-2-96. Bumped plug to 800 psi, OK. Circulated 245 sacks. WOC. Nippled up and tested to 1000# for 30 minutes, OK. Drilled out at 12:00 AM 10-3-96. WOC 12 hours. Reduced hole to 11". Resumed drilling.

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

SIGNATURE Rusty Klein TITLE Operations Technician DATE Oct. 11, 1996
 TYPE OR PRINT NAME Rusty Klein TELEPHONE NO. 505/748-1471

(This space for State Use)

ORIGINAL SIGNED BY CARY WINK DATE OCT 10 1996
 APPROVED BY _____ TITLE _____ DATE _____
 CONDITIONS OF APPROVAL, IF ANY: