

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

Form C-103
 May 27, 2004

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

WELL API NO. 30-025-27914
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. LG-3675
7. Lease Name or Unit Agreement Name Swan VB State
8. Well Number 1
9. OGRID Number 025575
10. Pool name or Wildcat Saunders Permo Upper Penn

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 Gas Well Other

2. Name of Operator
Yates Petroleum Corporation

3. Address of Operator
105 S. 4th Street, Artesia, NM 88210

4. Well Location
 Unit Letter I : 1980 feet from the South line and 660 feet from the East line
 Section 21 Township 14S Range 33E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
 4211.6' GR

Pit or Below-grade Tank Application or Closure

Pit type Steel Depth to Groundwater N/A Distance from nearest fresh water well N/A Distance from nearest surface water N/A

Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

12. 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 checked="" 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"/>	P & A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

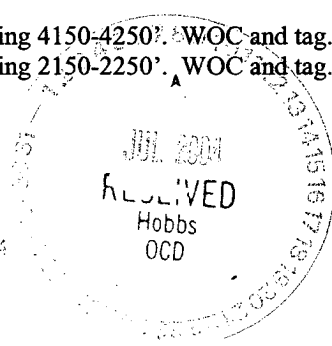
13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Propose to plug and abandon as follows:

- 1) TIH w/tubing open-ended to 9700' and spot 100' cement plug 9700-9600'. WOC and tag.
- 2) Load hole w/9.5 PPG mud-laden fluid. Spot 100' cement plug 7000-6900'.
- 3) Perforate squeeze holes @ 4250'. Pump 100' cement plug inside and outside casing 4150-4250'. WOC and tag.
- 4) Perforate squeeze holes @ 2250'. Pump 100' cement plug inside and outside casing 2150-2250'. WOC and tag.
- 5) Spot 100' cement plug 500-400'.
- 6) Spot 10 sx cement plug @ surface.
- 7) Install marker and clean location.

(Proposed Schematic Attached)

THE COMMISSION MUST BE NOTIFIED 24 HOURS PRIOR TO THE BEGINNING OF PLUGGING OPERATIONS FOR THE C-103 TO BE APPROVED.



I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit or an (attached) alternative OCD-approved plan .

SIGNATURE Stormi Davis TITLE Regulatory Compliance Technician DATE 7-7-04

Type or print name Stormi Davis E-mail address: _____ Telephone No. 505-748-1471

For State Use Only

APPROVED BY: Chris Williams TITLE OC DISTRICT SUPERVISOR/GENERAL MANAGER DATE JUL 09 2004

Conditions of Approval (if any): _____

Well Name: Swan VB St. No. 1 Field: Saunder

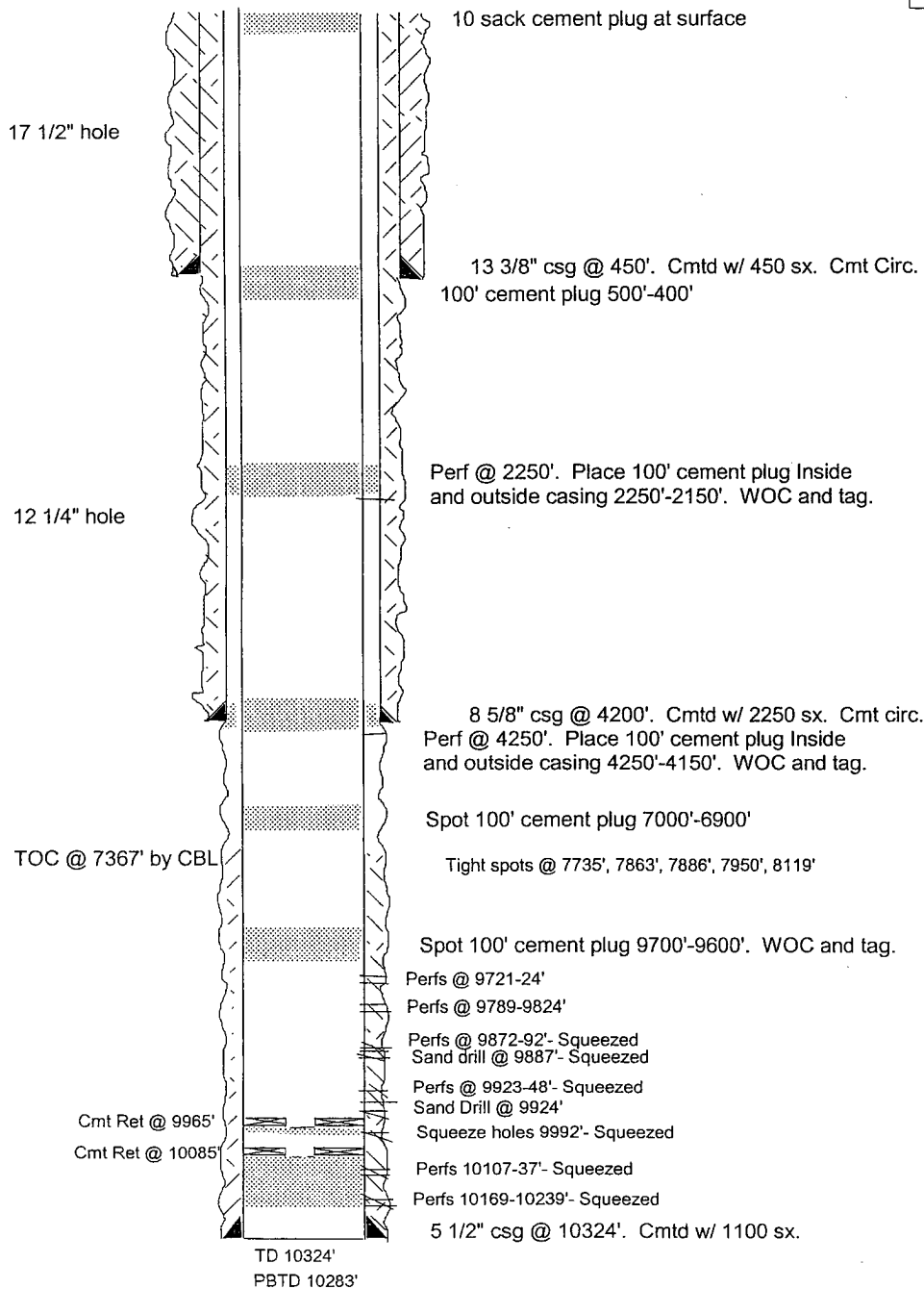
Location: 1980' FSL & 660' FEL, Sec. 21-14S-33E Lea Co., NM

GL: 4214.5' Zero: _____ AGL: _____ KB: 4231.5'

Spud Date: 8/24/82 Completion Date: _____

Comments: _____

Casing Program	
Size/Wt/Grade/Conn	Depth Set
13 3/8" 54#	450'
8 5/8" 32# J-55	4200'
5 1/2" 17# K55 & 20# N80	10324'



Tops:	
Anhydrite	1696'
Top Salt	2550'
Bottom Salt	2662'
Yates	3432'
San Andres	4206'
Glorieta	5562'
Tubb	6996'
Abo	7678'
Wolfcamp	9094'
Cisco	9860'
Canyon	10100'

SKETCH NOT TO SCALE

DATE: JUL 09 2004