

Submit 3 Copies to Appropriate District Office

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. 30-015-20137
5. Indicate Type of Lease STATE [] FEE [X]
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Wilkinson AZ
8. Well No. 2
9. Pool name or Wildcat Penasco Draw San Andres Yeso

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 PERMITS (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: OIL WELL [X] GAS WELL [] OTHER [] SEP 19 '94
2. Name of Operator YATES PETROLEUM CORPORATION O. C. D.
3. Address of Operator 105 South Fourth Street - Artesia, NM 88210 ARTESIA, OFFICE

4. Well Location Unit Letter M : 990 Feet From The South Line and 990 Feet From The West Line
Section 25 Township 18S Range 25E NMPM Eddy County
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3467' GR

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, acidize & frac [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.
9-7-94 - Cleaned location, set and tested anchors. Made cut off on 3-1/2" casing. Moved in and rigged up pulling unit. Rigged up wireline. TIH w/gauge ring to 2414'. TOO H with gauge ring. TIH w/logging tools. Ran TDT porosity log. TOO H with logging tools and rigged down wireline. Shut down.
9-8-94 - Rigged up wireline. Made 5gun runs and perforated 2148-2343' w/18 .38" holes (1 SPF) as follows: 2148, 54, 65, 78, 90, 96, 2200, 04, 11, 16, 53, 92, 96, 2301, 04, 12, 30 & 2343'. Rigged down wireline. Rigged up frac head on 3-1/2" casing and acidized perforations 2148-2343' with 3000 gallons 15% NEFE acid. Bled well down to pit. Rigged up wireline. Made 8 gun runs and perforated 2136-2368' w/30 .38" holes (1 SPF) as follows: 2136, 44, 46, 50, 52, 57, 64, 68, 76, 80, 92, 94, 98, 2202, 09, 14, 18, 51, 90, 94, 98, 2303, 06, 10, 14, 28, 32, 41, 45 & 2368'. Rigged down wireline. Frac'd perforations 2136-2368' (down 3-1/2" casing) with 2000 gallons 15% NEFE acid, 100000 gallons 30# linear gel and 200000# 20-40 Brady sand. Shut well in overnight.
9-9-94 - Opened well & flowed.
9-10-12-94 - TIH w/1.9" tbg. Tagged sand at 2395'. Reversed 12' of sand out of hole to 2407'.

SIGNATURE Rusty Klein TITLE Production Clerk DATE 9-14-94
TYPE OR PRINT NAME Rusty Klein TELEPHONE NO. 505-748-1471

(This space for State Use)
APPROVED BY SUPERVISOR, DISTRICT II TITLE DATE SEP 30 1994