

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

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

RECEIVED
DEC 02 1993

WELL API NO. 30-015-20892
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.

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 type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER	7. Lease Name or Unit Agreement Name Stonewall DD Com
2. Name of Operator YATES PETROLEUM CORPORATION	8. Well No. 1
3. Address of Operator 105 South Fourth Street - Artesia, NM 88210	9. Pool name or Wildcat Undes. Bone Springs
4. Well Location Unit Letter <u>N</u> : <u>660</u> Feet From The <u>South</u> Line and <u>1980</u> Feet From The <u>West</u> Line Section <u>20</u> Township <u>20S</u> Range <u>28E</u> NMPM <u>Eddy</u> County	
10. Elevation (Show whether DF, RKB, RT, GR, etc.) <u>3250' GR</u>	

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"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
OTHER: <u>Recomplete to Bone Springs</u> <input checked="" type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
	CASING TEST AND CEMENT JOB <input type="checkbox"/>
	OTHER: <input 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.

Propose to raise top of cement from 7500' to 5000' and test 1st Bone Springs Sand as follows:

1. Move in and rig up. Kill well and nipple up BOP. TOOH with tubing and any other retrievable tools. Set CIBP at 8875' with 35' of cement on top of CIBP. Test casing to 3500 psi for 15 minutes. NOTE: If casing leak exists, RIH w/RBP and packer and isolate leaks.
2. Perforate 4 squeeze holes at 7500'. Open 9-5/8" X 5-1/2" annulus and pump 2% KCL water down 5-1/2" casing and circulate out old drilling fluid.
3. RIH w/sliding sleeve type cement retainer on tubing and set at 7400'. Pump 625 sacks Class "H" with additives. Open annulus and monitor returns throughout job. If cement bridges off, sting out of retainer and reverse circulate excess cement out. Displace cement with clean fresh water or 2% KCL water.
4. Sting out of retainer and reverse circulate excess cement out of tubing. TOOH and WOC overnight. Run temperature survey to determine top of cement.

CONTINUED ON NEXT PAGE

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

SIGNATURE Rusty Klein TITLE Production Clerk DATE Dec. 2, 1993
TYPE OR PRINT NAME Rusty Klein 505-748-1471
TELEPHONE NO.

(This space for State Use)

ORIGINAL SIGNED BY
MIKE WILLIAMS
SUPERVISOR, DISTRICT II

DATE DEC - 2 1993

APPROVED BY
SIGNATURE OF APPROVAL, IF ANY:

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9. Pool name or Wildcat Undes. Bone Springs

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3. Address of Operator 105 South Fourth Street - Artesia, NM 88210	
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10. Elevation (Show whether DF, RKB, RT, GR, etc.) <u>3250' GR</u>	

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NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>
OTHER: <u>Recomplete to Bone Springs</u> <input type="checkbox"/>	OTHER: <input type="checkbox"/>
PLUG AND ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
CHANGE PLANS <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>

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CONTINUED FROM PREVIOUS PAGE:

- TIH w/4" casing guns and perforate 6313-6421' w/16 holes (1 SPF) as follows: 6313, 14, 29, 30, 31, 44, 45, 72, 73, 81, 83, 85, 6401, 05, 19 & 6421'.
- Acidize perforations 6313-6421' with 2000 gallons 7-1/2% NEFE HCL acid with ball sealers.
- Swab test.
- If decision made to frac, will knock balls off perfs and TOOH with tools. Install flange, frac valve and frac down casing. NOTE: If casing doesn't have enough pressure integrity to allow frac down casing, run packer and tubing set slightly deeper than bad casing and frac down tubing at highest rate possible.
- Clean out sand, run packer and tubing. Circulate annulus full of packer fluid containing corrosion inhibitor/oxygen scavenger/biocide. Test annulus and nipple up tree. Swab well in.

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

SIGNATURE Rusty Klein TITLE Production Clerk DATE Dec. 2, 1993
TYPE OR PRINT NAME Rusty Klein TELEPHONE NO. 505-748-1471

(This space for State Use)

APPROVED BY

TITLE

DATE

DEC - 2 1993