

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

MAR - 7 1996

OIL CON. DIV.

WELL API NO. 30-015-24769
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name South Avalon YI Com
8. Well No. 1
9. Pool name or Wildcat NE Happy Valley Strawn
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3140' GR

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	2. Name of Operator YATES PETROLEUM CORPORATION
3. Address of Operator 105 South Fourth Street - Artesia, NM 88210	4. Well Location Unit Letter <u>K</u> : <u>1980</u> Feet From The <u>South</u> Line and <u>2100</u> Feet From The <u>West</u> Line Section <u>23</u> Township <u>21S</u> Range <u>26E</u> NMPM <u>Eddy</u> County
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: Pull RBP's <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.

2-28-96 - Moved in and rigged up pulling unit. Bled down tubing and casing. Loaded tubing with 56 bbls and annulus with 60 bbls. Released packer. Nippled down tree. Nippled up BOP. Pulled 8 stands. Shut well in.

2-29-96 - TOOH with packer from 9689'. TIH with index retrieving tool and tagged sand at 9830'. Washed down to RBP at 9850'. Circulated clean. Released RBP & TOOH. TIH with top half of XL on/off tool to 9800'.

3-1-96 - Picked up 3 joints of 2-7/8" tubing. Latched onto packer at 9905'. Got off. Circulated. Latched back onto packer. Swabbed. Loaded annulus with 48 bbls. Leaking around on/off tool. Rigged up wireline. TIH and fished 1.78" standing valve. Picked up to release packer - on/off tool not latched. Latched on and released packer. Laid down 7 joints of 2-7/8" tubing. Set packer at 9695'. Closed BOP. Pressured annulus to 1500 psi for 10 mins. Closed valve. Shut well in.

3-2-96 - Released packer. TOOH and changed out packer. TIH with 5-1/2" 17-20# Uni VI packer with 1.875" XL on/off tool and set at 9695'. Tested annulus to 1500 psi for 30 minutes. Nippled down BOP & NU tree. Swabbing for clean up.

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 3-6-96
TYPE OR PRINT NAME Rusty Klein TELEPHONE NO. 505-748-1471

(This space for State Use)

ORIGINAL SIGNED BY TIM W. GUM
DISTRICT II SUPERVISOR

APPROVED BY _____ TITLE _____ DATE MAR 11 1996