

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

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

Form C-103
Revised June 10, 2003

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.)		WELL API NO. 30-005-60541
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Yates Petroleum Corporation		6. State Oil & Gas Lease No.
3. Address of Operator 105 S. 4 th Street, Artesia, NM 88210		7. Lease Name or Unit Agreement Name Buckhorn AYU State Com
4. Well Location Unit Letter <u>O</u> : <u>990</u> feet from the <u>South</u> line and <u>1980</u> feet from the <u>East</u> line Section <u>18</u> Township <u>19S</u> Range <u>20E</u> NMPM <u>Chaves</u> County		8. Well Number 1
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4724'GR		9. OGRID Number 025575
		10. Pool name or Wildcat Wildcat

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"/>	REMEDIAL WORK <input type="checkbox"/>
PLUG AND ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
CHANGE PLANS <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>
MULTIPLE COMPLETION <input type="checkbox"/>	OTHER: Re-entry procedures <input checked="" 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.

2/20-22/04 – Began re-entry procedures. Cleaned out well to 3735'. Drilled to 4-1/2" casing stub at 3810'. Circulated hole clean.
3/10/04 – TIH with 4-1/2" casing with slip over patch to 4-1/2" casing stub. Cemented with 500 sx "C" Neat.
3/15/04 – Started drilling cement in 4-1/2" casing at 3600'. Drilled to 3850'. Circulated hole clean. Tested to 500#. Pulled above casing patch.
3/16/04 – Started drilling cement at 3850'. Tagged tight spot at 3930'. Drilled and reamed out tight spot 3940'. Circulated hole clean.
3/17/04 – Started drilling at 3940'. Drilled to 3965'. Circulated hole clean. TIH with 3 arm tool to 3913'. Pulled up to 3870'. Pulled back into gauged casing at 3870'.
3/18/04 – Tagged up at 3880'. Tight spot to 3887'. Could work into casing. TOOH laying down tubing and drill collars. Nipped down BOP. Nipped up wellhead.

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

SIGNATURE: Tina Huerta TITLE: Regulatory Compliance Supervisor DATE: March 24, 2004

Type or print name Tina Huerta E-mail address: tinah@ypcnm.com Telephone No. 505-748-1471

(This space for State use) Tina del Campo District Supervisor **APR 06 2004**

APPROVED BY _____ TITLE _____ DATE _____

Conditions of approval, if any: