Submit 3 Copies To State of New Mexico Form C-103 Appropriate District Office March 4, 2004 Energy, Minerals and Natural Resources District I WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 30-015-26290 District II OIL CONSERVATION DIVISION 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Francis Dr. District III STATE | FEE X 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe. NM 87505 6. State Oil & Gas Lease No. District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A John AGU DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 8. Well Number 1. Type of Well: #1 Oil Well X Gas Well Other RECEIVED 9. OGRID Number 2. Name of Operator JUN 1 4 2004 Yates Petroleum Corporation 025575 3. Address of Operator 10. Pool name or Wildcat ARD ARTESIA 105 South Fourth Street, Artesia, NM 88210 Dagger Draw Upper Penn 4. Well Location Unit Letter C 660 feet from the 1,980 feet from the North line and West line Township Section **20S** Range 24E NMPM **EDDY** County 11. Elevation (Show whether DR, RKB, RT, GR, etc.) Pit or Below-grade Tank Application (For pit or below-grade tank closures, a form C-144 must be attached) Rng Pit type \_\_\_\_\_ Depth to Groundwater \_\_\_\_ Distance from nearest fresh water well\_ Pit Location: UL Sect Twp Distance from nearest surface water Below-grade Tank Location UL Sect feet from the line and feet from the line 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING TEMPORARILY ABANDON X **CHANGE PLANS** COMMENCE DRILLING OPNS. PLUG AND **ABANDONMENT** PULL OR ALTER CASING **MULTIPLE** CASING TEST AND **CEMENT JOB** COMPLETION OTHER: OTHER: 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. Yates Petroleum Corporation respectfully requests permission to Temporarily Abandon this well for possible future use as a Canyon Secondary well. The estimated date will depend on economic conditions and production in the water flood area. 1. MI RU PU. RU safety equipment as needed. 2. Pump 2% KCL water down tubing as needed to ND wellhead & install BOP. 3. POOH w/ tubing & downhole equipment. Load hole as necessary w/ 2% KCL water. 4. RU WL to run gauge ring to 7,601', make bit and scrapper run if necessary. Run & set a 7" CIBP at 7,601' & cap it w/ 35' of cement. (Over the Canyon perfs) 5. TIH w/ tubing. Load hole w/ 2% KCL water w/ 1 gpt corrosion inhibitor. 6. Notify the NMOCD 24 hrs prior to MIT. Pressure test casing to 500 psi & record w/ chart for 30 minutes. 7. POOH laying down tubing. NDBOP, install B1 adaptor w/ ball valve. Clean the location. 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 belowgrade tank has been/will be constructed or closed according to NMOCD guidelines, a general permit or an (attached) alternative OCD-approved plan. TITLE: Plantory Comp. Tesh DATE: 6/10/04 SIGNATURE: Type or print name Su'Ann Rogers E-mail address: Telephone No. 505-748-1471\_ (This space for State use) APPPROVED BY TITLE Compline Officer DATE 6/16/04

Conditions of approval, if any:

FIELD: South Dagger Draw WELL NAME: John AGU No. 1 LOCATION: Unit letter C, 660' FNL & 1,980' FWL Sec 14-20S-24E Eddy County GL: 3617' ZERO: \_KB:\_\_\_3631' **CASING PROGRAM SPUD DATE**: 03-14-90 **COMPLETION DATE**: 05-07-90 9-5/8" 36# J55 1,075 1,210' **COMMENTS**: API No. 30-150-26290 7" 26# N80 LT&C 192' 7" 23# N80 LT&C 2312' 7" 23# J55 LT&C 3189' 23# N80 LT&C 394' 26# N80 LT&C 33' 14 3/4." Hole 23# N80 LT&C 586' 26# J55 LT&C 865 26# N80 LT&C 1999' 9,570' 9 5/8"@1,210' w/ 1,100 sx (1"ed w \ 305 sx surf.) **TOPS** Glorieta 2.058 8 3/4." Hole 2,140' 3,494' Yeso Bone Springs Wolfcamp 5,341' 7,520' 7,584' Canvon Canyon dolomite Strawn Morrow 8,181 9,164 Chester Before DV Tool @ 6,117' 7,651' - 7,785' w/ 26 holes Acidized w\ 55,000 gal. 20% "Junked Sub-Pump" Milled on and pushed to 9,128' in 7/92 7"@ 9,570' 1<sup>st</sup> Stage 'w/ 990 sx (circ.) 2<sup>nd</sup> Stage w\ 1,200 sx (circ.) PBTD @ 9,530° TD @ 9,750° Not To Scale

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