

Submit 3 Copies To Appropriate District Office  
 District I  
 1625 N. French Dr., Hobbs, NM 88240  
 District II  
 811 South First, 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

*Handwritten:* OHC 3121

Form C-103  
 Revised March 25, 1999

WELL API NO.  
 30-015-32469

5. Indicate Type of Lease  
 STATE  FEE

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name:  
 Purple Gosling BBD State

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  Gas Well  Other

2. Name of Operator  
 Yates Petroleum Corporation

3. Address of Operator  
 105 S. 4th Street Artesia, NM 88210

4. Well Location  
 Unit Letter M : 710 feet from the South line and 1040 feet from the West line  
 Section 2 Township 16S Range 28E NMPM Eddy County



8. Well No.  
 1

9. Pool name or Wildcat  
 Chester

10. Elevation (Show whether DR, RKB, RT, GR, etc.)  
 3568' GR

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"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: Spud and set surface casing <input checked="" type="checkbox"/>	

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 recompilation.

2/1/03 - Drilled 26" hole. Set 40' of 20" conductor. Redi-mix to surface. Notified Phil Hawkins with Artesia OCD of operations.  
 2/5/03 - Ran 10 joints 13-3/8" 48# H-40 8R STC casing set at 430'. Cemented with 245 sx Premium Plus with additives. Tailed in with 200 sx Premium Plus with additives. Circulated cement to surface. WOC 31 hrs. Reduced hole to 12-1/4" and resumed drilling.

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 February 11, 2003

Type or print name Tina Huerta Telephone No. 505-748-1471

APPROVED BY [Signature] ORIGINAL SIGNED BY TIM W. GUM DISTRICT II SUPERVISOR  
 TITLE \_\_\_\_\_ DATE FEB 18 2003  
 Conditions of approval, if any: