

Submit 3 Copies  
to Appropriate  
District Office

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-103  
Revised 1-1-89

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

WELL API NO. 30-005-62595
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. LG-9805
7. Lease Name or Unit Agreement Name Enron AEY State
8. Well No. 1
9. Pool name or Wildcat Foor Ranch Pre-Permian Gas & Foor Ranch Wolfcamp
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3810.6' 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 4th St., Artesia, NM 88210	4. Well Location Unit Letter K : 1980 Feet From The South Line and 1980 Feet From The West Line Section 25 Township 9S Range 26E NMPM Chaves County
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3810.6' 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"/>	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: Acidize existing Wolfcamp perfs <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.

Wolfcamp perforations 5302-5307' are not producing. Propose to acidize perforations and return well to production as follows:

1. Nipple down wellhead and nipple up BOP's. Release packer and TOOH with packer & tubing.
2. TIH with RBP with ballcatcher, packer and 2-7/8" tubing. Set RBP at 5400' and test to 1000 psi. Set packer at 5250'. Swab/flow test perforations 5302-5307'.
3. Acidize perforations as necessary for production. Swab/flow test.
4. Production resumption decision will be based on Wolfcamp flow test. Options include: (1) Stay with Wolfcamp only producing; (2) Move tools to produce only perforations 5931-5946' (Ordovician); or (3) Dual produce both zones again

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

SIGNATURE Rusty Klein TITLE Operations Technician DATE June 2, 1999  
TYPE OR PRINT NAME Rusty Klein TELEPHONE NO. 505/748-1471

(This space for State Use)

APPROVED BY Jim W. Brown TITLE District Supervisor DATE 6-8-99

CONDITIONS OF APPROVAL, IF ANY: