

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

OIL CONSERVATION DIVISION  
P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

DISTRICT II  
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

WELL API NO.  
30-015-29592

5. Indicate Type of Lease  
STATE  FEE

6. State Oil & Gas Lease No.

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 South 4th St., Artesia, NM 88210

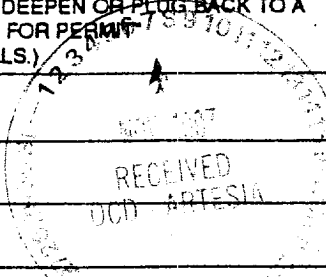
4. Well Location  
Unit Letter J : 1980 Feet From The South Line and 1980 Feet From The East Line  
Section 27 Township 17S Range 26E NMPM Eddy County

7. Lease Name or Unit Agreement Name  
Martin ARH

8. Well No.  
1

9. Pool name or Wildcat  
Kennedy Farms Morrow

10. Elevation (Show whether DF, RKB, RT, GR, etc.)  
3328' 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"/>	REMEDIATION 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: Resume drilling, surface casing & cmt <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.

Resumed drilling a 12-1/4" hole with rotary tools at 9:30 PM 10-24-97. NOTE: Notified OCD-Artesia answering service of resume drilling.

TD 1430'. Reached TD at 9:00 PM 10-27-97. Ran 32 joints of 8-5/8" 24# J-55 8rd ST&C (1348.23') of casing set at 1319'. 1-Texas Pattern notched guide shoe set at 1319'. Float collar set at 1273'. Cemented with 200 sacks "H", 10% A-10B, 1/2#/sack celloflake, 10#/sack gilsonite and 2% CaCl2 (yield 1.52, weight 14.6) and 600 sacks 65-35-6, 5#/sack gilsonite, 1/4#/sack celloflake and 2% CaCl2 (yield 1.90, weight 12.7). Tailed in with 200 sacks "C" and 2% CaCl2 (yield 1.34, weight 14.8). PD 12:45 PM 10-28-97. Bumped plug to 1000 psi, OK. Cement did not circulate. WOC 4 hours. Ran Temperature Survey and found top of cement at 800'. Ran 1". Tagged cement at 793'. Spotted 25 sacks "C" and 2% CaCl2. PD 3:00 AM 10-29-97. WOC 2 hours. Ran 1". Tagged cement at 415'. Spotted 25 sacks "C" and 2% CaCl2. PD 6:15 AM 10-29-97. WOC 2 hours. Ran 1". Tagged cement at 364'. Spotted 50 sacks "C" and 4% CaCl2. PD 9:00 AM 10-29-97. WOC 2 hours. Ran

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

CONTINUED ON NEXT PAGE:

SIGNATURE Rusty Klein TITLE Operations Technician DATE Nov. 3, 1997

TYPE OR PRINT NAME Rusty Klein TELEPHONE NO. 505/748-147

(This space for State Use)

ORIGINAL SIGNED BY **TIM W. GUM**  
DISTRICT II SUPERVISOR

APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_

NOV 10 1997

CONDITIONS OF APPROVAL, IF ANY: