

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.	30-015-30950
5. Indicate Type of Lease	STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.	
7. Lease Name or Unit Agreement Name	Ernest AUQ
8. Well No.	1
9. Pool name or Wildcat	Atoka-Morrow, West
10. Elevation (Show whether DF, RKB, RT, GR, etc.)	3504' 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 L : 1980 Feet From The South Line and 990 Feet From The West Line

Section 35	Township 17S	Range 25E	NMPM	Eddy	County
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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: <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
	CASING TEST AND CEMENT JOB <input type="checkbox"/>
	OTHER: Spud, conductor, resume drilling, surface casing & cement <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.

Spudded a 26" hole with rat hole machine at 9:30 AM 2-29-2000. Drilled to 40'. Set 40' of 20" conductor pipe. Cemented to surface. NOTE: Notified Mary Ann w/OCD-Artesia of spud. Resumed drilling a 17-1/2" hole with rotary tools at 10:45 PM 3-7-2000. NOTE: Notified Leslie w/OCD-Artesia answering service of resuming drilling.

TD 399'. Reached TD at 6:45 AM 3-8-2000. Ran 9 joints of 13-3/8" 48# H-40 (404.42') of casing set at 399'. 1-Texas Pattern notched guide shoe set at 398'. Insert float set at 353'. Cemented with 400 sacks "C" with 2% CaCl2 (yield 1.34, weight 14.8). PD 11:30 AM 3-8-2000. Bumped plug to 600 psi, OK. Circulated 125 sacks. WOC. Cut off and welded on flow nipple. Drilled out at 8:00 AM 3-9-2000. WOC 20 hours and 30 minutes. Reduced hole to 12-1/4". Resumed drilling.

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 April 3, 2000

TYPE OR PRINT NAME Rusty Klein

TELEPHONE NO. 505/748-1471

(This space for State Use)

APPROVED BY Jim W. Beam TITLE SUPERVISOR, DISTRICT II DATE 4-6-00

CONDITIONS OF APPROVAL, IF ANY: