State of New Mexico Form C-103 Submit 3 Copies Energy, Minerals and Natural Resources Department Revised 1-1-89 to Appropriate District Office **OIL CONSERVATION DIVISION** DISTRICT WELL API NO. P.O. Box 1980, Hobbs, NM 88240 P.O. BOX 2000 Santa Fe, New Mexico 87504-2088 P.O. Box 2088 30-315-30950 DISTRICT II 5. Indicate Type of Lease P.O. Drawer DD, Artesia, NM 88210 FEE X STATE 6. State Oil & Gas Lease No. 1000 Rio Brazos Rd., Aztec, NM 87410 SUNDRY NOTICES AND REPORTS ON WELLS. PECS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEREN OF PLUG BACK TO A 7. Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 1. Type of Well: WELL | Ernest AUQ well X OTHER 8. Well No. 2. Name of Operator YATES PETROLEUM CORPORATION 9. Pool name or Wildcat 3. Address of Operator 105 South 4th St., Artesia, NM 88210 Atoka-Morrow, West 4. Well Location West 990 Feet From The Unit Letter L : 1980 Feet From The South Line and **NMPM** Eddy County 17S Range Township Section 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3504' GR Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data 11. SUBSEQUENT REPORT OF: NOTICE OF INTENTION TO: **ALTERING CASING** PLUG AND ABANDON REMEDIAL WORK PERFORM REMEDIAL WORK COMMENCE DRILLING OPNS. PLUG AND ABANDONMENT TEMPORARILY ABANDON **CHANGE PLANS** CASING TEST AND CEMENT JOB **PULL OR ALTER CASING** OTHER: Production casing & cement OTHER: 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. TD 8918'. Reached TD at 1:15 PM 4-3-2000. Ran 206 joints of 7" 26# casing as follows: 66 joints of 7" 26# S-95 sandblasted and 140 joints of 7" 26# S-95 varnished (6129.69') (Total 8927.48') of casing set at 8918'. Float shoe set at 8917'. Float collar set at 8875'. Bottom marker set at 7840'. Top marker set at 6740'. Cemented with 570 sacks Poz H (65-35), .4% FL50, 5#/sack gilsonite (yield 2.00, weight 12.4). Tailed in with 790 sacks Super C Modified, 5#/sack salt and .3% FL50 (yield 1.58, weight 13.2). PD 1:15 AM 4-6-2000. Bumped plug to 2150 psi for 2 minutes, OK. WOC. Released rig at 6:00 AM 4-6-2000. NOTE: Displaced casing with 2% KCL water. Pumped 150 bbls of mud with 150 scf/bbl N2 ahead of cement. Waiting on completion unit. and complete to the best of my knowledge and belief. Operations Technician DATE April 7, 2000 TELEPHONE NO. 505/748-1471 Rusty Klein TYPE OR PRINT NAME

SUPERVISOR, DISTRICT II

CONDITIONS OF APPROVAL, IF ANY:

(This space for State Use)

APPROVED BY -

w W. Sumi