Submit 3 Copies to Appropriate District Office

State of New Mexico Energy, Minerals and Natural Resources Department

| c/5 F | .1. |
|------------------------------|-----|
| 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

| WELL API NO. | |
|-----------------------------------|-----|
| 30-015-21037 | |
| 5. Indicate Type of Lease STATE X | FEE |

| DIOTRICT II | Total To Nov. Maring 97504 2000 | | 30-013-21037 | | |
|--|--|---------------------------------------|--|--|--|
| DISTRICT II Santa Fe, New Mexico 87504-2088 P.O. Drawer DD, Artesia, NM 88210 DISTRICT III 1000 Rio Brazos Rd., Aziec, NM 87410 | | 5. Indicate Type of Lease STATE X FEE | | | |
| | | 6. State Oil & Gas Lease No. K-3971 | | | |
| SUMPRY MOTICES | AND REPORTS ON V | NELLS | | | |
| SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR ELUGIBACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) | | 7. Lease Name or Unit Agreement Name | | | |
| 1. Type of Well: Oll GAS WELL X WELL | OTHER | MAY 22 '89 | Laguna Seca | | |
| 2. Name of Operator | | | 8. Well No. | | |
| Yates Drilling Com | pany V | O. C. D. | 1 | | |
| 3. Address of Operator 105 South 4th Str | eet. Artesia. N.N | ARTESIA, OFFICE | 9. Pool name or Wildcat AOCO FORM | | |
| 4. Well Location | | | | | |
| Unit LetterA : _660 | Feet From The North | th Line and 660 | Feet From The East Line | | |
| Section 23 | Township 18S | Range 29E | NMPM Eddy County | | |
| Section 23 | | ether DF, RKB, RT, GR, etc.) | VIIIIIIIIII | | |
| | 3470' GI | | | | |
| | • | ate Nature of Notice, R | = | | |
| NOTICE OF INTEN | ITION TO: | SUE | SSEQUENT REPORT OF: | | |
| PERFORM REMEDIAL WORK | PLUG AND ABANDON | REMEDIAL WORK | ALTERING CASING | | |
| TEMPORARILY ABANDON | CHANGE PLANS | COMMENCE DRILLING | COMMENCE DRILLING OPNS. DLUG AND ABANDONMENT | | |
| PULL OR ALTER CASING | | CASING TEST AND CEMENT JOB | | | |
| OTHER: Perforate additional | OTHER: Perforate additional holes X 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. | | | | | |
| We propose to perforate additional holes in the Grayburg, as follows: | | | | | |
| 10 holes from 2735' to 2820'. | | | | | |
| Acidize with 1000 gel HCL. | | | | | |
| Swab test and frac, if necessary. | | | | | |
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| | | | | | |
| I hereby certify that the information above is true and | Complete to the best of my knowles | ige and belief. | | | |
| SIGNATURE / Cal | kvd | _ mrEngineer | DATE5-17-89 | | |
| (' | | | TELEPHONE NO. | | |
| TYPE OR PRINT NAME | | | HARRITON ITO | | |

TITLE .

(This space for State Use)

APPROVED BY-

Original Signed By Mike Williams

MAY 2 3 1989

CONDITIONS OF APPROVAL, IF ANY: