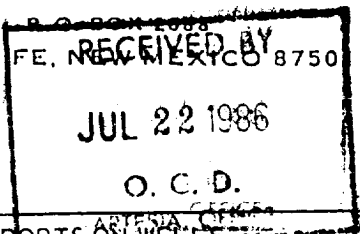


STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

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OIL CONSERVATION DIVISION

SANTA FE, NEW MEXICO 8750



Form C-103
Revised 10-1-73

5a. Indicate Type of Lease	
State <input type="checkbox"/>	Fee <input checked="" type="checkbox"/>
5. 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. OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>	7. Unit Agreement Name
2. Name of Operator Yates Petroleum Corporation	8. Farm or Lease Name Deeter ADV Com
3. Address of Operator 105 South 4th St., Artesia, NM 88210	9. Well No. 1
4. Location of Well UNIT LETTER M 560 FEET FROM THE South LINE AND 990 FEET FROM THE West LINE, SECTION 27 TOWNSHIP 18S RANGE 26E NMPM.	10. Field and Pool, or Wildcat Atoka-Glorieta Yeso
15. Elevation (Show whether DF, RT, GR, etc.) 3369' GR	12. County Eddy

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"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input checked="" type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	OTHER <input type="checkbox"/>	CASING TEST AND CEMENT JOBS <input type="checkbox"/>	

17. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1503.

Spudded 26" hole at 3:00 PM 7-15-86 with Frank's Rathole. Set 40' of 20" conductor pipe. Notified Betty Rollins, NMOCD, Artesia, NM of spud. Ran 23 jts 8-5/8" 24# J-55 casing set at 960'. 1-Texas Pattern notched guide shoe set 960'. Regular insert float set 918'. Cemented w/400 sx Halliburton Lite w/ 1/4#/sx Flocele + 3% CaCl2. Tailed in w/200 sx Class C with 2% CaCl2. Compressive strength of cement - 1250 psi in 12 hrs. PD 11:30 PM 7-18-86. Bumped plug to 1000 psi, released pressure and float held okay. Cement circulated 35 sx to pit. WOC. Drilled out 7:00 PM 7-19-86. WOC 19 hrs and 30 minutes. Cut off and welded on flow nipple. Reduced hole to 7-7/8" and resumed drilling.

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

SIGNED: Les A. Clements TITLE: Production Supervisor DATE: 7/21/86

APPROVED BY: Les A. Clements TITLE: Supervisor District II DATE: JUL 30 1986

CONDITIONS OF APPROVAL, IF ANY: