

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. 30-015-28355
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 Vandiver CN Com
8. Well No. 2
9. Pool name or Wildcat Atoka Morrow, West (Gas)

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 <u>A</u> : <u>1242</u> Feet From The <u>North</u> Line and <u>808</u> Feet From The <u>East</u> Line Section <u>18</u> Township <u>18S</u> Range <u>26E</u> NMPM <u>Eddy</u> County	
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3410' 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"/>	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, resume drilling, surface casing and 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 8:15 AM 8-16-95. Set 40' of 20" conductor pipe. Cemented to surface. NOTE: Notified Betty w/OCD-Artesia of spud. Resumed drilling a 17-1/2" hole with rotary tools at 6:00 AM 8-24-95.

TD 490'. Ran 11 joints of 13-3/8" 54.5# J-55 (496.39') of casing set at 490'. Cemented 400 sacks Pacesetter Lite C, 6% gel, 1/4#/sack celloseal, 5#/sack gilsonite and 3% CaCl2 (yield 2.01, weight 12.5). Tailed in with 200 sacks Class C 2% CaCl2 (yield 1.33, weight 14.8). PD 3:30 PM 8-24-95. Bumped plug to 800 psi, OK. Circulated 198 sacks to pit. WOC. Cut off and weld on flow nipple. Drilled out at 10:00 AM 8-25-95. WOC 18 hours and 30 minutes. Reduced hole to 12-1/4". Resumed drilling.

RECEIVED
AUG 30 1995
OIL CON. DIV.
DIST. 2

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

SIGNATURE Rusty Klein TITLE Production Clerk DATE Aug. 28, 1995
TYPE OR PRINT NAME Rusty Klein TELEPHONE NO. 505/748-1471

(This space for State Use)

ORIGINAL SIGNED BY TIM W. GUM
DISTRICT II SUPERVISOR

AUG 31 1995

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY: