

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.                         | 30-015-31649   |
| 5. Indicate Type of Lease            | STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No.         | V-5867   |
| 7. Lease Name or Unit Agreement Name | Tumbledink AVK State Com   |
| 8. Well No.                          | 2  |
| 9. Pool name or Wildcat              | Richard Knob Atoka Morrow  |

|  |  |
|--|--|
| SUNDRY NOTICES AND REPORTS ON WELLS<br>(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:<br>OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER <input type="checkbox"/>  | 2. Name of Operator<br>YATES PETROLEUM CORPORATION   |
| 3. Address of Operator<br>105 South 4th St., Artesia, NM 88210   | 4. Well Location<br>Unit Letter P : 660 Feet From The South Line and 660 Feet From The East Line<br>Section 16 Township 18S Range 25E NMPM Eddy County |
| 10. Elevation (Show whether DF, RKB, RT, GR, etc.)<br>3543' 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: Intermediate 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.  
TD 1209'. Reached TD at 12:00 AM 5-4-2001. Ran 29 joints of 8-5/8" 24# 8rd J-55 ST&C (1214.29') of casing set at 1209'. 1-Texas Pattern notched guide shoe set at 1209'. Insert float set at 1166'. Cemented with 200 sacks "H", 10% A-10B, 1/4#/sack celloflake, 10#/sack LCM-1 and 1% CaCl2 (yield 1.52, weight 14.6) and 400 sacks 65-35-6, 1/4#/sack celloflake, 5% LCM and 2% CaCl2 (yield 1.98, weight 12.5). Tailed in with 200 sacks "C" and 2% CaCl2 (yield 1.34, weight 14.8). PD 9:30 PM 5-4-2001. Bumped plug to 500#, OK. Cement did not circulate. WOC 6 hours and ran Temperature Survey and found top of cement at 500'. Ran 1". Tagged cement at 510'. Spotted 50 sacks Class C and 4% CaCl2. PD 8:00 AM 5-5-2001. WOC 1-1/2 hour. Ran 1". Tagged cement at 494'. Spotted 50 sacks Class C and 4% CaCl2. PD 9:40 AM 5-5-2001. WOC 1 hour. Ran 1". Tagged cement at 482'. Spotted 50 sacks Class C and 4% CaCl2. PD 11:00 AM 5-5-2001. WOC 1-1/2 hour. Ran 1". Tagged cement at 482'. Spotted 50 sacks Class C and 4% CaCl2. PD 1:00 PM 5-5-2001. WOC 1 hour. Ran 1". Tagged cement at 462'. Spotted 35 sacks Class C and 4% CaCl2. PD 2:10 PM 5-5-2001. WOC 1-3/4 hour. Ran 1". Tagged cement at 479'. Spotted 25 sacks Class C and 4% CaCl2. PD 4:00 PM

CONTINUED ON NEXT PAGE:

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 June 30, 2001

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

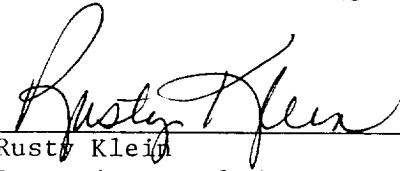
APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE NOV 13 2001

CONDITIONS OF APPROVAL, IF ANY:

YATES PETROLEUM CORPORATION  
Tumbledink AVK State Com #2  
Section 16-T18S-R25E  
Eddy County, New Mexico

SUNDRY NOTICE CONTINUED:

5-5-2001. WOC 2 hours. Ran 1". Tagged cement at 477'. Spotted 25 sacks Class C and 4% CaCl<sub>2</sub>. PD 8:15 PM 5-5-2001. WOC 2 hours. Ran 1". Tagged cement at 468'. Spotted 25 sacks Class C and 4% CaCl<sub>2</sub>. PD 10:15 PM 5-5-2001. WOC 1-1/2 hours. Ran 1". Tagged cement at 424'. Spotted 25 sacks Class C and 4% CaCl<sub>2</sub>. PD 12:30 AM 5-6-2001. WOC 3 hours. Ran 1". Tagged cement at 405'. Spotted 125 sacks Class C and 4% CaCl<sub>2</sub>. PD 4:15 AM 5-6-2001. Circulated 10 sacks. WOC. Nippled up and tested to 1000# for 15 minutes, OK. Drilled out at 2:15 AM 5-7-2001. WOC 52 hours and 45 minutes. Reduced hole to 7-7/8". Resumed drilling.

  
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Rusty Klein  
Operations Technician  
June 30, 2001