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State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103

Revised 1-1-89 to Appropriate District Office OIL CONSERVATION DIVISION WELL API NO. 30-015-24096 DISTRICT P.O. Box 1980, Hobbs, NM 88240 P.O. Box 2088 Santa Fe, New Mexico 87504-2088 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 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7. Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) Emma QE Com RECEIVED Type of Well: WELL X OTHER WELL 8. Well No. 2. Name of Operator AUG 01 '89 YATES PETROLEUM CORPORATION Pool name or Wildcat 3. Address of Operator 105 South 4th St., Artesia, NM O. C. D. 4. Well Location ARTESIA, OFFICE Line and 1980 Feet From The East 660 Feet From The Line Unit Letter Range 24E Eddy County 19S **NMPM** Township Section 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3712 64 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 PLUG AND ABANDONMENT COMMENCE DRILLING OPNS. **CHANGE PLANS TEMPORARILY ABANDON** CASING TEST AND CEMENT JOB **PULL OR ALTER CASING** OTHER: Workover - perforate existing zone 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. Well is presently a marginal producer from perfs 6270-6335', 6560-75', 6813-25', 6864-67' and 6922-40'. Propose to perforate and acidize Canyon at 7538-40', 7479-82' and Wolfcamp at 5872-76'. New gas to supplement existing production.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. mme Production Supervisor 7-28-89 SIONATURE TELEPHONE NO. 505/748-1471 Juanita Goodlett TYPE OR PRINT NAME a Simon (This space for State Use) TILE OIL SHO GAS INSPECTOR DATE 8-8-89

CONDITIONS OF APPROVAL, IF ANY: