## STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION 40. 07 (07160 BECFIVED Form C-103 DISTRIBUTION P. O. BOX 2088 Revised 10-1-78 SANTA FE SANTA FE, NEW MEXICO 87501 FILE Sa. Indicate Type of Lease U.S.G.S. State Foo X LAND OFFICE RECEIVED 5. State Oll & Gas Lease No. OPERATOR SUNDRY NOTICES AND REPORTS ON WELLS INM FOR PHOPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A D "APPLICATION FOR PERMIT "" (FORM C-101) FOR SUCH PROPOSA 7. Unit Agreement Name O. C. D. WELL XX ARTESIA. OFFICE Name of Operator 8. Farm or Lease Name Roy AET Yates Petroleum Corporation 9. Well No. 105 South 4th St., Artesia, NM 88210 Undes. No. Dagger Draw Up Penn THE South TOWNSHIP \_ 195 15. Elevation (Show whether DF, RT, GR, etc.) 12. County 3559' GR Eddy Check Appropriate Box To Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: 17. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed Resumed drilling 14-3/4" hole with rotary rig 11:45 AM 6-1-88. Notified Darrell Moore, NMOCD, Artesia, NM. Lost circulation at 269', regained 100% returns at 271', lost 60% returns at 498'. Regained 100% returns at 700. Ran 28 jts 9-5/8" 36# J-55 casing set 1173'. Texas Pattern notched guide shoe set 1173', insert float set 1131'. Cemented w/750 sx Halliburton Lite with 10#/sx Gilsonite, 1/2#/sx Floseal and 3% CaCl2 (yield 1.8, weight 12.7). Tailed in w/200 sx Class "C" with 2% CaCl2 (yield 1.32, weight 14.8). PD 11:45 AM 6-3-88. Bumped plug to 800 psi, released pressure and flaot held okay. Cement circulated 20 sx to pit. WOC. Drilled out 5:45 AM 6-4-88. WOC 18 hrs. NU and tested to 1000 psi for 30 minutes, OK. Reduced hole to 8-3/4". Drilled plug and resumed drilling.

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

Production Supervisor

Part 6-7-88

Original Signed By

HAND WITHOUT STATE

OATE JUN 9 1988

PRODUCTIONS OF APPROVAL, IF ANNI & Gas Inspector